



**VIA ELECTRONIC MAIL**

March 31, 2011

Ms. Marlene H. Dortch, Secretary  
Federal Communications Commission  
445 12<sup>th</sup> Street  
Washington, DC 20554

Re:	WC Docket No. 10-90	Connect America Fund
	GN Docket No. 09-51	A National Broadband Plan for our Future
	WC Docket No. 07-135	Establishing Just and Reasonable Rates for Local
		Exchange Carriers
	WC Docket No. 05-337	High-Cost Universal Service Support
	CC Docket No. 01-92	Developing a Unified Intercarrier Compensation
		Regime
	CC Docket No. 96-45	Federal-State Joint Board on Universal Service
	WC Docket No. 03-109	Lifeline and Link-up
		<b>NOTICE OF EX PARTE PRESENTATION</b>

Dear Ms. Dortch:

On March 30, 2011, a group of small ILEC company managers and other representatives; telecommunications consultants; and others (collectively "Attendees") met with several members of the staff of the Wireline Competition Bureau (WCB). Attendees included Paul Cooper of FWA; Catherine Moyer of Pioneer Communications; Tom Gleason of Gleason & Doty; Brian Boisvert of Wilson Communications; Steve Davis of South Central Telephone; Kathy Billinger of Peoples Telecom; Mark Gailey of Totah Communications; Dennis Doyle of Blue Valley Telecom; Chris Schroeder of TCA; and Doug Kitch of Alexicon Telecommunications Consulting. Participants from the WCB included Carol Matthey, Deputy Bureau Chief; Gary Seigel; Scott Mackoul, WTB/Auctions & Spectrum Access Division; Ted Burmeister; Alexander Minard; Katie King; Rebekah Goodheart; Joe Cavender; Ken Burnley; and Amy Bender, TAPD Deputy Division Chief.

During the meeting we reviewed both company-specific and aggregated financial data depicting how proposed rule changes contained in the Commission's Notice of Proposed Rulemaking and Further Notice of Proposed Rulemaking in the above-captioned dockets (FCC 11-13, released February 9, 2011) will have harmful and potentially devastating consequences for FWA, TCA, and Alexicon's clients, all of whom are small local exchange carriers serving rural and remote areas in the United States. In addition we discussed the Bureau's necessitated request for non-regulated financial data as well as their feedback on the Commission's intent to possibly use non-regulated financial data to offset Title II Intercarrier Compensation and potential Connect America Fund revenues. Participants of the WCB were provided with handouts during the

meeting which summarize FWA, TCA, Pioneer Communications, and Alexicon's points made during the meeting. A copy of those handouts is included with this letter.

Pursuant to Section 1.1206(b) of the Commission's rules, this letter is being filed electronically.

Sincerely,

A handwritten signature in black ink, appearing to read 'Douglas K. Kitch', with a stylized flourish at the end.

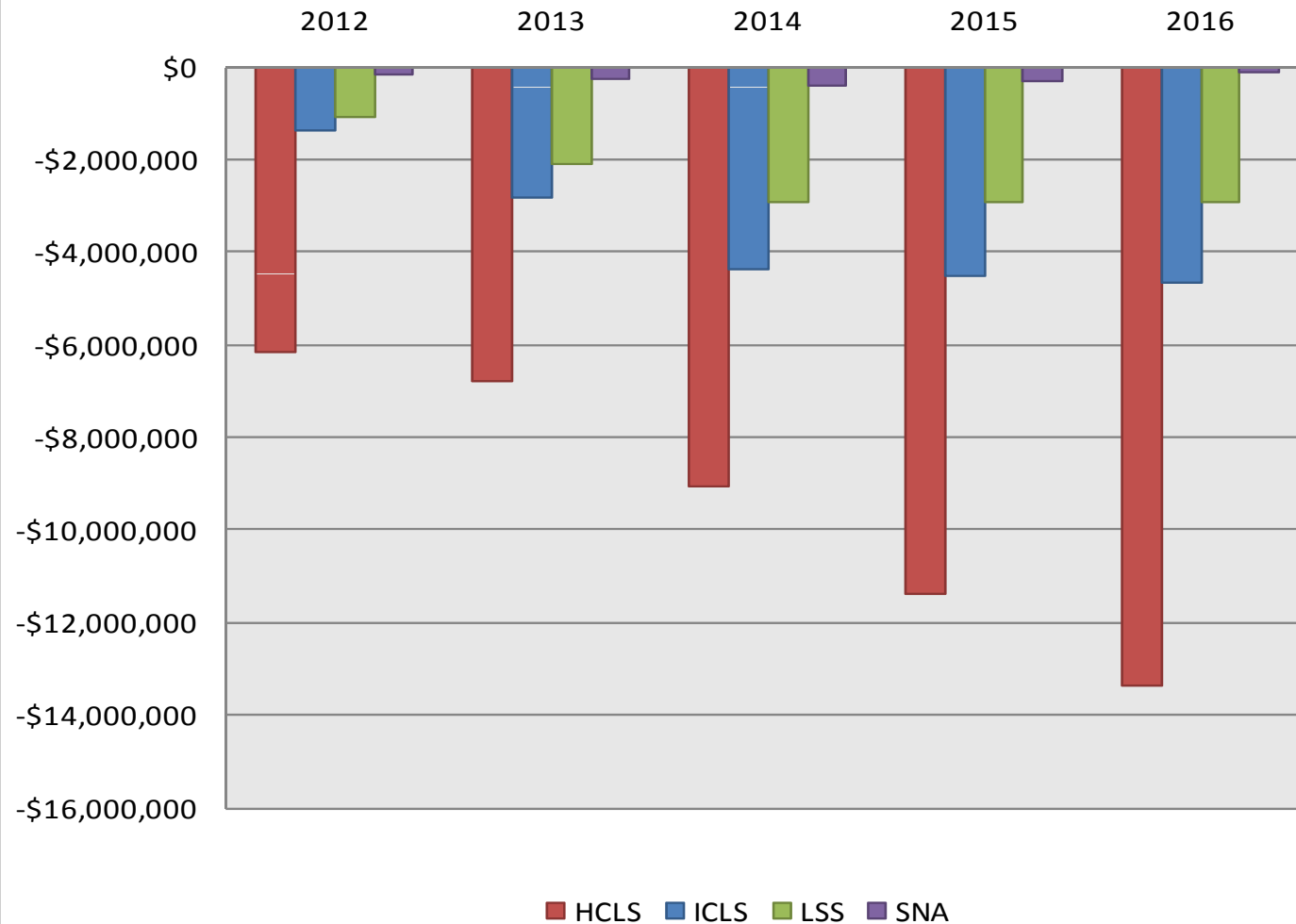
Douglas K. Kitch, Principal  
Alexicon Telecommunications Consulting

Enclosures

# Impacts of the FCC's NPRM

- 16 Kansas RLECs
- Projections for years 2012 through 2016
- Total HCL, ICLS, LSS, and SNA Revenue
- Total Revenues of \$403 Million
- Projected Reduction of \$78 Million
  - Almost 20%
- 27% Reduction in 2016

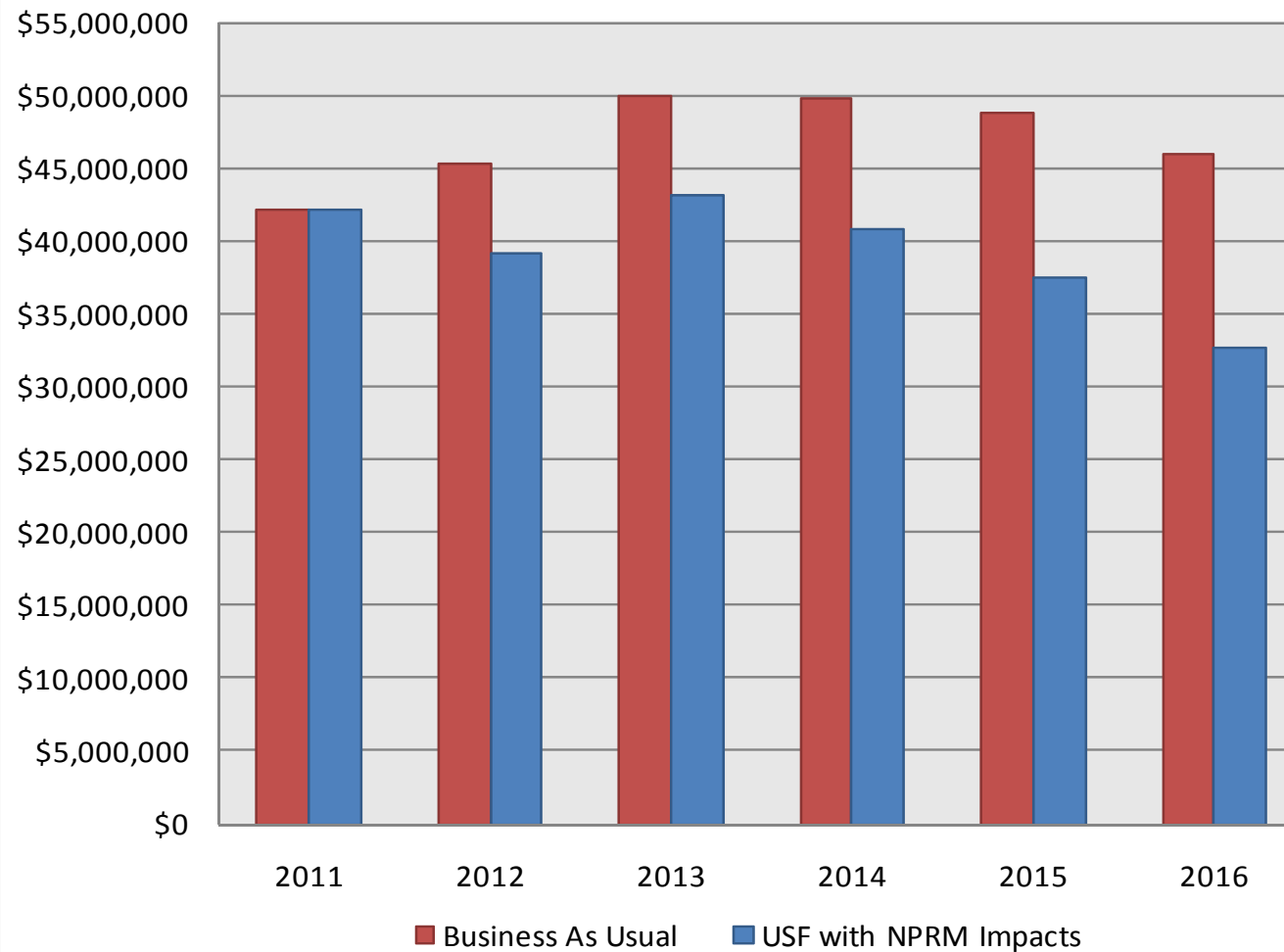
# Universal Service Support Projected Impact of FCC's NPRM



**NOTE:**

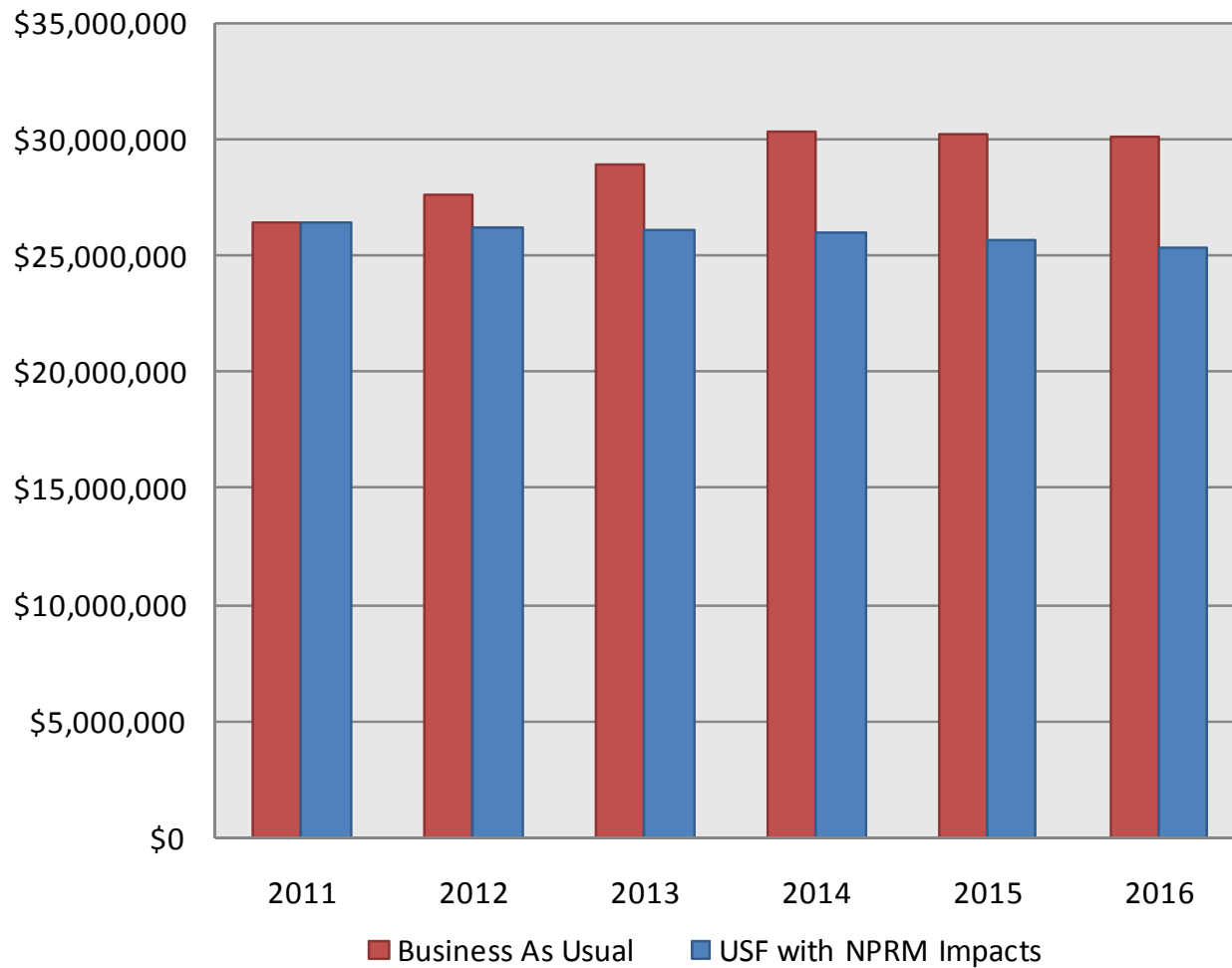
- Based on a study of 16 Rural LECs in Kansas
- Summary of Total Revenue Impacts

# Universal Service Support High Cost Loop Projected Impacts of FCC's NPRM



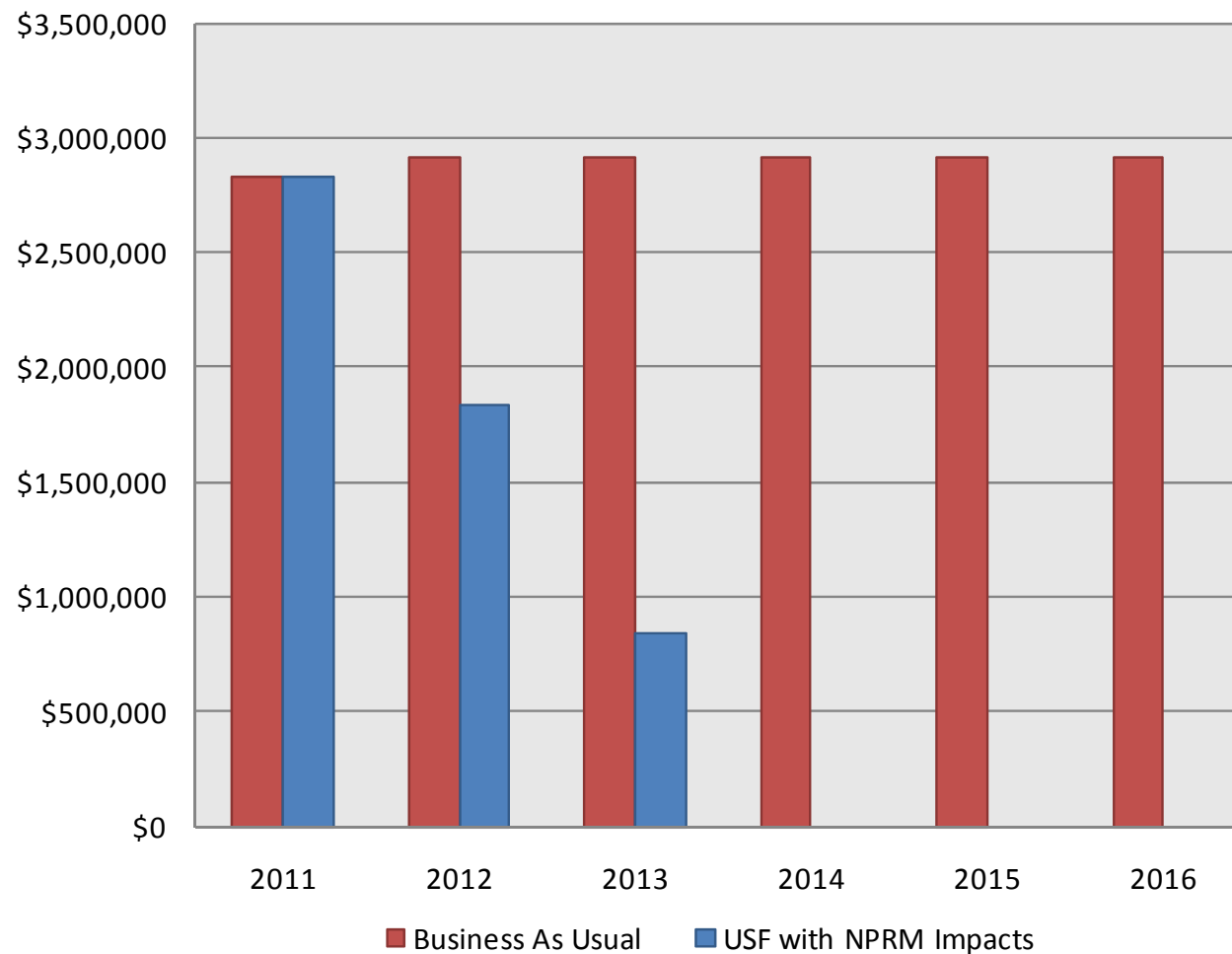
**NOTE:** - Based on a study of 16 Rural LECs in Kansas  
- Total Projected High Cost Loop Revenue

# Universal Service Support Interstate Common Line Projected Impacts of FCC's NPRM



**NOTE:** - Based on a study of 16 Rural LECs in Kansas  
- Total Projected Interstate Common Line Revenue

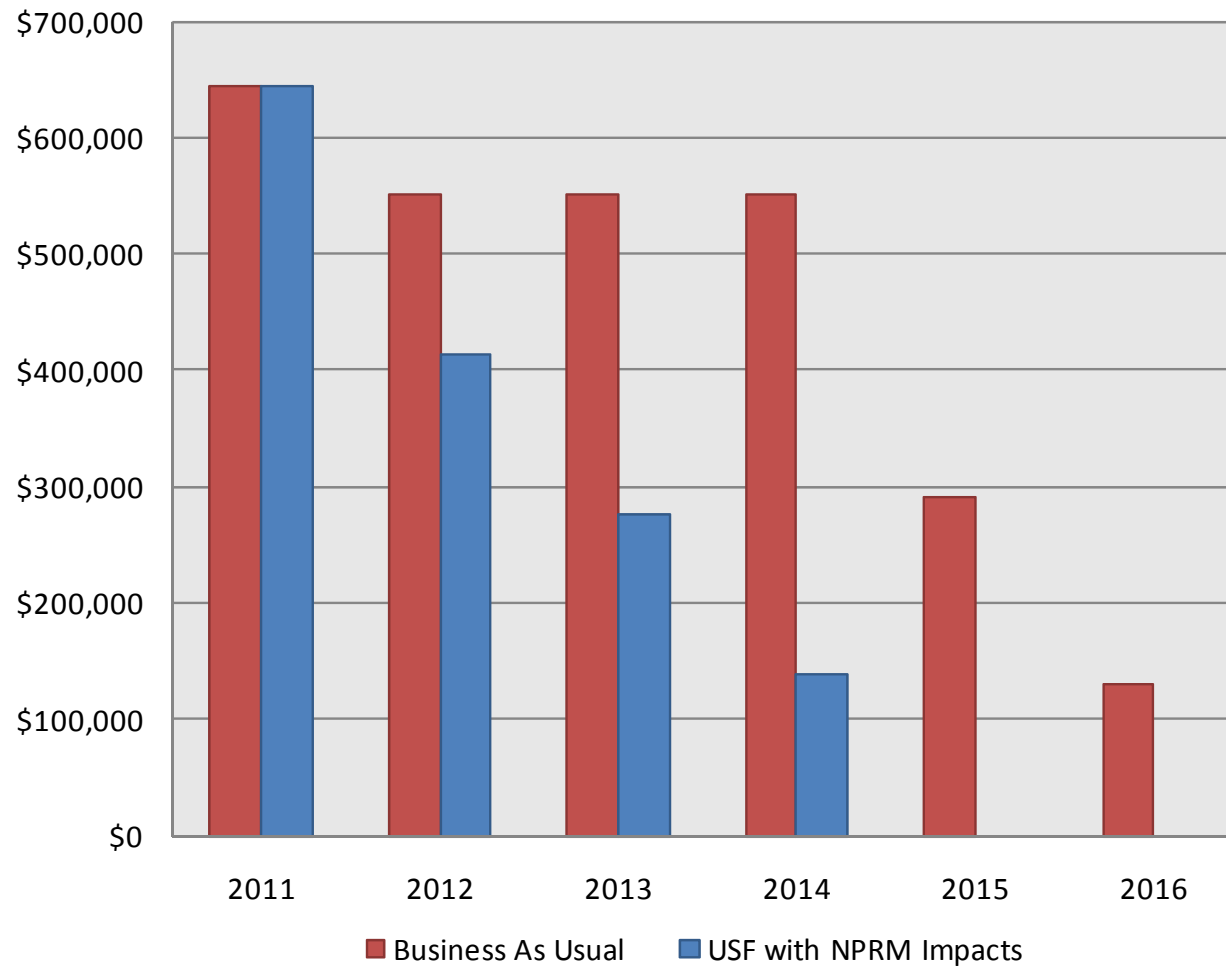
# Universal Service Support Local Switching Support Projected Impacts of FCC's NPRM



**NOTE:**

- Based on a study of 16 Rural LECs in Kansas
- Total Projected Local Switching Support Revenue

## Universal Service Support Safety Net Additive Projected Impacts of FCC's NPRM



**NOTE:**

- Based on a study of 16 Rural LECs in Kansas
- Total Projected Safety Net Additive Revenue



# Sample Impacts of FCC's NPRM

- Company A
  - 2011 TIER 2.05
  - 2014 TIER .08
- Company B
  - 2011 TIER 1.32
  - 2014 TIER .34
- ***The impacts of the NPRM are devastating to RLECs, including those that have borrowed RUS funds to build networks.***
- TIER = Times Interest Earned. This is a part of the RUS loan covenants and is usually about 1.00.

Company 1 National Broadband Plan NPRM February 2011 Estimated Reduction to ALL USF Mechanisms per FCC Proposals			2011	2012	2013	2014
	Source					
1 ICLS Base (CL Rev Req less SLCs)	2010 Forecast-Kept Flat		10,475,965	10,475,965	10,475,965	10,475,965
2 Reduction to ICLS Funding Due to Corp Exp Phase-out by 2014	33%/66%/100% Corp Exp		0	(434,634)	(882,438)	(1,317,072)
3 <b>Revised ICLS with Proposed Changes (Less SLC Revenues)</b>	(Line 2 - Line 1)		<b>10,475,965</b>	<b>10,041,331</b>	<b>9,593,527</b>	<b>9,158,893</b>
4 <b>Company Percent Reduction in ICLS</b>	(Ln 2 / Ln 1)			<b>-4.1%</b>	<b>-8.4%</b>	<b>-12.6%</b>
5 <b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median			<b>-7.2%</b>	<b>-14.7%</b>	<b>-21.9%</b>
6 <b>Company Average ICLS per Line</b>	Line 3/42			<b>403.01</b>	<b>406.43</b>	<b>410.84</b>
7						
8 Local Switching Support Base	2010 Forecast - Kept Flat		109,855	109,855	109,855	109,855
9 Proposed Reduction to Local Switching Support	Eliminate 33%/67%/100%		0	(42,426)	(79,777)	(109,855)
10 <b>LSS Phased Down to Zero by 2014</b>	(Line 8 - Line 9)		<b>109,855</b>	<b>67,429</b>	<b>30,078</b>	<b>0</b>
11 <b>Company Percent Reduction in LSS</b>	(Ln 9 / Ln 8)			<b>-38.6%</b>	<b>-72.6%</b>	<b>-100.0%</b>
12 <b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median			<b>-37.1%</b>	<b>-70.8%</b>	<b>-100.0%</b>
13 <b>Company Average LSS per Line</b>	Line 10/42			<b>2.71</b>	<b>1.27</b>	<b>-</b>
14						
15 HCL Calculated Under Current Rules	HCL Calculated		9,641,379	13,959,137	17,465,842	17,898,861
16 HCL with Proposed 55%/65% Factors Reduced From 65%/75%	HCL Calculated		0	(1,914,134)	(2,378,910)	(2,433,861)
17 HCL with Corp Exp Phased Down to Zero by 2014 (33%/66%/100%)	HCL Calculated		0	(679,810)	(1,311,639)	(1,848,939)
18 HCL with NACPL Reset	See Footnote 1		0	475,291	474,484	525,264
19 Combined Impact to HCL Support	See Footnote 2		<b>0</b>	<b>(2,088,913)</b>	<b>(3,101,977)</b>	<b>(3,578,315)</b>
20						
21 <b>HCL with All Proposed Revisions</b>	Line 15 + Line 19		<b>9,641,379</b>	<b>11,870,224</b>	<b>14,363,865</b>	<b>14,320,546</b>
22 <b>Company Percent Reduction in HCL USF</b>	Line 19/15			<b>-15.0%</b>	<b>-17.8%</b>	<b>-20.0%</b>
23 <b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median			<b>-19.4%</b>	<b>-27.3%</b>	<b>-33.6%</b>
24 <b>Company Average HCL per Line</b>	Line 21/42			<b>476.42</b>	<b>608.53</b>	<b>642.38</b>
25						
26 SNA Calculated per Current Rules	USAC SNA Source Data		614,364	614,364	614,364	614,364
27 Reduction to SNA - Phased Down to Zero by 2015	25% per yr Elimination		0	(153,591)	(307,182)	(460,773)
28 <b>Estimated Revised Safety Net Additive Support-Zero in 2015</b>	(Ln 26-Ln 27)		<b>614,364</b>	<b>460,773</b>	<b>307,182</b>	<b>153,591</b>
29 <b>Company Percent Reduction in SNA</b>	(Ln 27 / Ln 26)			<b>-25.0%</b>	<b>-50.0%</b>	<b>-75.0%</b>
30 <b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median			<b>-25.0%</b>	<b>-50.0%</b>	<b>-75.0%</b>
31 <b>Company Average SNA per Line</b>	Line 28/42			<b>18.49</b>	<b>13.01</b>	<b>6.89</b>
32						
33 <b>Total USF Support Under Current Rules</b>	Sum Ln 1+8+15+26		<b>20,841,563</b>	<b>25,159,321</b>	<b>28,666,026</b>	<b>29,099,045</b>
34 <b>Total Estimated Reduction to USF Support Levels</b>	Sum Ln 2+9+19+27		<b>0</b>	<b>(2,719,564)</b>	<b>(4,371,374)</b>	<b>(5,466,015)</b>
35 <b>Preliminary Adjusted USF</b>	Sum Lns 3+10+21+28		<b>20,841,563</b>	<b>22,439,757</b>	<b>24,294,652</b>	<b>23,633,030</b>
36 <b>Proposed \$3,000 USF Capped Support per Line</b>	Total USF / Access Lines		<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
37 <b>Reduced USF Support per FCC Proposals</b>	(Ln 35 - 36)		<b>20,841,563</b>	<b>22,439,757</b>	<b>24,294,652</b>	<b>23,633,030</b>
38 <b>Company Percent Reduction in Total USF</b>	Line (34+36)/33		<b>0.0%</b>	<b>-10.8%</b>	<b>-15.2%</b>	<b>-18.8%</b>
39 <b>Median Percent Reduction in Total USF - All Alexicon Clients</b>	All Clients - Median			<b>-16.4%</b>	<b>-25.0%</b>	<b>-33.2%</b>
40 <b>Average per Line Reduction in Total USF</b>	Line (34+36)/42			<b>(109.15)</b>	<b>(185.19)</b>	<b>(245.19)</b>
41						
42 <b>Access Lines</b>	Reduced 5% per yr		<b>26,227</b>	<b>24,916</b>	<b>23,604</b>	<b>22,293</b>

1) Revised NACPL was calculated by taking the entire national USF database used to calculate the current NACPL today and removing the corporate expenses (33% in 2012, 67% in 2013 and 100% in 2014) from the NACPL HCL Calculation. The reduction to the NACPL is -4.67%, -9.34% & -14.14%, respectively. These factors were applied to the current NACPL of \$458.00. However, the NACPL has increased 9.75% on average over the past two years due to the capped HCL fund. Therefore, to be conservative, we assumed that only half of this increase would continue per year and the NACPL was increased in 2013 by 4.87% and by another 4.87% in 2014. This results in NACPL reductions, from the current \$458, to \$436.61 in 2012, \$435.46 in 2013 and \$431.58 in 2014.

2) This line item represents the combined impact of all three HCL scenarios (55%/65% revision, corporate expense reduced 33% per year, and increase to the NACPL). This line item will not sum to the above three individual calculations. This is because when all three items are calculated collectively, the overall combined impact will produce a different HCL support total than when each item is computed individually.

Company 2 National Broadband Plan NPRM February 2011 Estimated Reduction to ALL USF Mechanisms per FCC Proposals			2011	2012	2013	2014
		Source				
1	ICLS Base (CL Rev Req less SLCs)	2010 Forecast-Kept Flat	2,304,283	2,304,283	2,304,283	2,304,283
2	Reduction to ICLS Funding Due to Corp Exp Phase-out by 2014	33%/66%/100% Corp Exp	0	(159,100)	(323,021)	(482,121)
3	<b>Revised ICLS with Proposed Changes (Less SLC Revenues)</b>	(Line 2 - Line 1)	<b>2,304,283</b>	<b>2,145,183</b>	<b>1,981,262</b>	<b>1,822,162</b>
4	<b>Company Percent Reduction in ICLS</b>	(Ln 2 / Ln 1)		-6.9%	-14.0%	-20.9%
5	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		-7.2%	-14.7%	-21.9%
6	<b>Company Average ICLS per Line</b>	Line 3/42		543.72	530.08	516.19
7						
8	Local Switching Support Base	2010 Forecast - Kept Flat	336,422	336,422	336,422	336,422
9	Proposed Reduction to Local Switching Support	Eliminate 33%/67%/100%	0	(123,911)	(234,791)	(336,422)
10	<b>LSS Phased Down to Zero by 2014</b>	(Line 8 - Line 9)	<b>336,422</b>	<b>212,511</b>	<b>101,631</b>	<b>0</b>
11	<b>Company Percent Reduction in LSS</b>	(Ln 9 / Ln 8)		-36.8%	-69.8%	-100.0%
12	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		-37.1%	-70.8%	-100.0%
13	<b>Company Average LSS per Line</b>	Line 10/42		53.86	27.19	-
14						
15	HCL Calculated Under Current Rules	HCL Calculated	6,500,000	5,606,395	6,116,407	6,656,861
16	HCL with Proposed 55%/65% Factors Reduced From 65%/75%	HCL Calculated	0	(786,527)	(855,032)	(865,645)
17	HCL with Corp Exp Phased Down to Zero by 2014 (33%/66%/100%)	HCL Calculated	0	(295,660)	(602,848)	(899,773)
18	HCL with NACPL Reset	See Footnote 1	0	75,741	73,373	81,225
19	Combined Impact to HCL Support	See Footnote 2	0	(1,011,108)	(1,318,580)	(1,582,170)
20						
21	<b>HCL with All Proposed Revisions</b>	Line 15 + Line 19	<b>6,500,000</b>	<b>4,595,287</b>	<b>4,797,827</b>	<b>5,074,691</b>
22	<b>Company Percent Reduction in HCL USF</b>	Line 19/15		-18.0%	-21.6%	-23.8%
23	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		-19.4%	-27.3%	-33.6%
24	<b>Company Average HCL per Line</b>	Line 21/42		1,164.73	1,283.63	1,437.57
25						
26	SNA Calculated per Current Rules	USAC SNA Source Data	85,608	85,608	85,608	85,608
27	Reduction to SNA - Phased Down to Zero by 2015	25% per yr Elimination	0	(21,402)	(42,804)	(64,206)
28	<b>Estimated Revised Safety Net Additive Support-Zero in 2015</b>	(Ln 26-Ln 27)	<b>85,608</b>	<b>64,206</b>	<b>42,804</b>	<b>21,402</b>
29	<b>Company Percent Reduction in SNA</b>	(Ln 27 / Ln 26)		-25.0%	-50.0%	-75.0%
30	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		-25.0%	-50.0%	-75.0%
31	<b>Company Average SNA per Line</b>	Line 28/42		16.27	11.45	6.06
32						
33	<b>Total USF Support Under Current Rules</b>	Sum Ln 1+8+15+26	<b>9,226,313</b>	<b>8,332,708</b>	<b>8,842,720</b>	<b>9,383,174</b>
34	<b>Total Estimated Reduction to USF Support Levels</b>	Sum Ln 2+9+19+27	<b>0</b>	<b>(1,315,521)</b>	<b>(1,919,196)</b>	<b>(2,464,919)</b>
35	<b>Preliminary Adjusted USF</b>	Sum Lns 3+10+21+28	<b>9,226,313</b>	<b>7,017,187</b>	<b>6,923,524</b>	<b>6,918,255</b>
36	<b>Proposed \$3,000 USF Capped Support per Line</b>	Total USF / Access Lines	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
37	<b>Reduced USF Support per FCC Proposals</b>	(Ln 35 - 36)	<b>9,226,313</b>	<b>7,017,187</b>	<b>6,923,524</b>	<b>6,918,255</b>
38	<b>Company Percent Reduction in Total USF</b>	Line (34+36)/33	<b>0.0%</b>	<b>-15.8%</b>	<b>-21.7%</b>	<b>-26.3%</b>
39	<b>Median Percent Reduction in Total USF - All Alexicon Clients</b>	All Clients - Median		-16.4%	-25.0%	-33.2%
40	<b>Average per Line Reduction in Total USF</b>	Line (34+36)/42		(333.44)	(513.47)	(698.27)
41						
42	<b>Access Lines</b>	Reduced 5% per yr	<b>4,153</b>	<b>3,945</b>	<b>3,738</b>	<b>3,530</b>

1) Revised NACPL was calculated by taking the entire national USF database used to calculate the current NACPL today and removing the corporate expenses (33% in 2012, 67% in 2013 and 100% in 2014) from the NACPL HCL Calculation. The reduction to the NACPL is -4.67%, -9.34% & -14.14%, respectively. These factors were applied to the current NACPL of \$458.00. However, the NACPL has increased 9.75% on average over the past two years due to the capped HCL fund. Therefore, to be conservative, we assumed that only half of this increase would continue per year and the NACPL was increased in 2013 by 4.87% and by another 4.87% in 2014. This results in NACPL reductions, from the current \$458, to \$436.61 in 2012, \$435.46 in 2013 and \$431.58 in 2014.

2) This line item represents the combined impact of all three HCL scenarios (55%/65% revision, corporate expense reduced 33% per year, and increase to the NACPL). This line item will not sum to the above three individual calculations. This is because when all three items are calculated collectively, the overall combined impact will produce a different HCL support total than when each item is computed individually.

Company 3 National Broadband Plan NPRM February 2011 Estimated Reduction to ALL USF Mechanisms per FCC Proposals			2011	2012	2013	2014
		Source				
1	ICLS Base (CL Rev Req less SLCs)	2010 Forecast-Kept Flat	1,147,359	1,147,359	1,147,359	1,147,359
2	Reduction to ICLS Funding Due to Corp Exp Phase-out by 2014	33%/66%/100% Corp Exp	0	(80,794)	(164,037)	(244,831)
3	<b>Revised ICLS with Proposed Changes (Less SLC Revenues)</b>	(Line 2 - Line 1)	<b>1,147,359</b>	<b>1,066,565</b>	<b>983,322</b>	<b>902,528</b>
4	<b>Company Percent Reduction in ICLS</b>	(Ln 2 / Ln 1)		<b>-7.0%</b>	<b>-14.3%</b>	<b>-21.3%</b>
5	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		<b>-7.2%</b>	<b>-14.7%</b>	<b>-21.9%</b>
6	<b>Company Average ICLS per Line</b>	Line 3/42		<b>921.00</b>	<b>896.29</b>	<b>871.04</b>
7						
8	Local Switching Support Base	2010 Forecast - Kept Flat	425,346	425,346	425,346	425,346
9	Proposed Reduction to Local Switching Support	Eliminate 33%/67%/100%	0	(167,863)	(307,885)	(425,346)
10	<b>LSS Phased Down to Zero by 2014</b>	(Line 8 - Line 9)	<b>425,346</b>	<b>257,483</b>	<b>117,461</b>	<b>0</b>
11	<b>Company Percent Reduction in LSS</b>	(Ln 9 / Ln 8)		<b>-39.5%</b>	<b>-72.4%</b>	<b>-100.0%</b>
12	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		<b>-37.1%</b>	<b>-70.8%</b>	<b>-100.0%</b>
13	<b>Company Average LSS per Line</b>	Line 10/42		<b>222.34</b>	<b>107.06</b>	<b>-</b>
14						
15	HCL Calculated Under Current Rules	HCL Calculated	1,738,938	1,874,373	2,243,284	2,267,721
16	HCL with Proposed 55%/65% Factors Reduced From 65%/75%	HCL Calculated	0	(252,331)	(301,392)	(304,523)
17	HCL with Corp Exp Phased Down to Zero by 2014 (33%/66%/100%)	HCL Calculated	0	(117,725)	(253,395)	(675,668)
18	HCL with NACPL Reset	See Footnote 1	0	21,685	21,648	23,964
19	Combined Impact to HCL Support	See Footnote 2	0	(337,160)	(506,260)	(617,573)
20						
21	<b>HCL with All Proposed Revisions</b>	Line 15 + Line 19	<b>1,738,938</b>	<b>1,537,213</b>	<b>1,737,024</b>	<b>1,650,148</b>
22	<b>Company Percent Reduction in HCL USF</b>	Line 19/15		<b>-18.0%</b>	<b>-22.6%</b>	<b>-27.2%</b>
23	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		<b>-19.4%</b>	<b>-27.3%</b>	<b>-33.6%</b>
24	<b>Company Average HCL per Line</b>	Line 21/42		<b>1,327.42</b>	<b>1,583.29</b>	<b>1,592.58</b>
25						
26	SNA Calculated per Current Rules	USAC SNA Source Data	20,556	20,556	20,556	20,556
27	Reduction to SNA - Phased Down to Zero by 2015	25% per yr Elimination	0	(5,139)	(10,278)	(15,417)
28	<b>Estimated Revised Safety Net Additive Support-Zero in 2015</b>	(Ln 26-Ln 27)	<b>20,556</b>	<b>15,417</b>	<b>10,278</b>	<b>5,139</b>
29	<b>Company Percent Reduction in SNA</b>	(Ln 27 / Ln 26)		<b>-25.0%</b>	<b>-50.0%</b>	<b>-75.0%</b>
30	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		<b>-25.0%</b>	<b>-50.0%</b>	<b>-75.0%</b>
31	<b>Company Average SNA per Line</b>	Line 28/42		<b>13.31</b>	<b>9.37</b>	<b>4.96</b>
32						
33	<b>Total USF Support Under Current Rules</b>	Sum Ln 1+8+15+26	<b>3,332,199</b>	<b>3,467,634</b>	<b>3,836,545</b>	<b>3,860,982</b>
34	<b>Total Estimated Reduction to USF Support Levels</b>	Sum Ln 2+9+19+27	<b>0</b>	<b>(590,956)</b>	<b>(988,460)</b>	<b>(1,303,167)</b>
35	<b>Preliminary Adjusted USF</b>	Sum Lns 3+10+21+28	<b>3,332,199</b>	<b>2,876,678</b>	<b>2,848,085</b>	<b>2,557,815</b>
36	<b>Proposed \$3,000 USF Capped Support per Line</b>	Total USF / Access Lines	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
37	<b>Reduced USF Support per FCC Proposals</b>	(Ln 35 - 36)	<b>3,332,199</b>	<b>2,876,678</b>	<b>2,848,085</b>	<b>2,557,815</b>
38	<b>Company Percent Reduction in Total USF</b>	Line (34+36)/33	<b>0.0%</b>	<b>-17.0%</b>	<b>-25.8%</b>	<b>-33.8%</b>
39	<b>Median Percent Reduction in Total USF - All Alexicon Clients</b>	All Clients - Median		<b>-16.4%</b>	<b>-25.0%</b>	<b>-33.2%</b>
40	<b>Average per Line Reduction in Total USF</b>	Line (34+36)/42		<b>(510.30)</b>	<b>(900.98)</b>	<b>(1,257.70)</b>
41						
42	<b>Access Lines</b>	Reduced 5% per yr	<b>1,219</b>	<b>1,158</b>	<b>1,097</b>	<b>1,036</b>

1) Revised NACPL was calculated by taking the entire national USF database used to calculate the current NACPL today and removing the corporate expenses (33% in 2012, 67% in 2013 and 100% in 2014) from the NACPL HCL Calculation. The reduction to the NACPL is -4.67%, -9.34% & -14.14%, respectively. These factors were applied to the current NACPL of \$458.00. However, the NACPL has increased 9.75% on average over the past two years due to the capped HCL fund. Therefore, to be conservative, we assumed that only half of this increase would continue per year and the NACPL was increased in 2013 by 4.87% and by another 4.87% in 2014. This results in NACPL reductions, from the current \$458, to \$436.61 in 2012, \$435.46 in 2013 and \$431.58 in 2014.

2) This line item represents the combined impact of all three HCL scenarios (55%/65% revision, corporate expense reduced 33% per year, and increase to the NACPL). This line item will not sum to the above three individual calculations. This is because when all three items are calculated collectively, the overall combined impact will produce a different HCL support total than when each item is computed individually.

Company 4 National Broadband Plan NPRM February 2011 Estimated Reduction to ALL USF Mechanisms per FCC Proposals			2011	2012	2013	2014
		Source				
1	ICLS Base (CL Rev Req less SLCs)	2010 Forecast-Kept Flat	453,444	453,444	453,444	453,444
2	Reduction to ICLS Funding Due to Corp Exp Phase-out by 2014	33%/66%/100% Corp Exp	0	(53,559)	(108,741)	(162,300)
3	<b>Revised ICLS with Proposed Changes (Less SLC Revenues)</b>	(Line 2 - Line 1)	<b>453,444</b>	<b>399,885</b>	<b>344,703</b>	<b>291,144</b>
4	<b>Company Percent Reduction in ICLS</b>	(Ln 2 / Ln 1)		<b>-11.8%</b>	<b>-24.0%</b>	<b>-35.8%</b>
5	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		<b>-7.2%</b>	<b>-14.7%</b>	<b>-21.9%</b>
6	<b>Company Average ICLS per Line</b>	Line 3/42		<b>333.02</b>	<b>303.01</b>	<b>270.98</b>
7						
8	Local Switching Support Base	2010 Forecast - Kept Flat	141,540	141,540	141,540	141,540
9	Proposed Reduction to Local Switching Support	Eliminate 33%/67%/100%	0	(56,053)	(104,176)	(141,540)
10	<b>LSS Phased Down to Zero by 2014</b>	(Line 8 - Line 9)	<b>141,540</b>	<b>85,487</b>	<b>37,364</b>	<b>0</b>
11	<b>Company Percent Reduction in LSS</b>	(Ln 9 / Ln 8)		<b>-39.6%</b>	<b>-73.6%</b>	<b>-100.0%</b>
12	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		<b>-37.1%</b>	<b>-70.8%</b>	<b>-100.0%</b>
13	<b>Company Average LSS per Line</b>	Line 10/42		<b>71.19</b>	<b>32.84</b>	<b>-</b>
14						
15	HCL Calculated Under Current Rules	HCL Calculated	493,959	571,628	603,220	628,870
16	HCL with Proposed 55%/65% Factors Reduced From 65%/75%	HCL Calculated	0	(78,751)	(82,830)	(86,117)
17	HCL with Corp Exp Phased Down to Zero by 2014 (33%/66%/100%)	HCL Calculated	0	(96,855)	(198,844)	(296,782)
18	HCL with NACPL Reset	See Footnote 1	0	22,761	22,722	25,154
19	Combined Impact to HCL Support	See Footnote 2	0	(148,701)	(247,368)	(339,333)
20						
21	<b>HCL with All Proposed Revisions</b>	Line 15 + Line 19	<b>493,959</b>	<b>422,927</b>	<b>355,852</b>	<b>289,537</b>
22	<b>Company Percent Reduction in HCL USF</b>	Line 19/15		<b>-26.0%</b>	<b>-41.0%</b>	<b>-54.0%</b>
23	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		<b>-19.4%</b>	<b>-27.3%</b>	<b>-33.6%</b>
24	<b>Company Average HCL per Line</b>	Line 21/42		<b>352.20</b>	<b>312.81</b>	<b>269.49</b>
25						
26	SNA Calculated per Current Rules	USAC SNA Source Data	0	0	0	0
27	Reduction to SNA - Phased Down to Zero by 2015	25% per yr Elimination	0	0	0	0
28	<b>Estimated Revised Safety Net Additive Support-Zero in 2015</b>	(Ln 26-Ln 27)	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
29	<b>Company Percent Reduction in SNA</b>	(Ln 27 / Ln 26)	<b>0</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>
30	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		<b>-25.0%</b>	<b>-50.0%</b>	<b>-75.0%</b>
31	<b>Company Average SNA per Line</b>	Line 28/42		<b>-</b>	<b>-</b>	<b>-</b>
32						
33	<b>Total USF Support Under Current Rules</b>	Sum Ln 1+8+15+26	<b>1,088,943</b>	<b>1,166,612</b>	<b>1,198,204</b>	<b>1,223,854</b>
34	<b>Total Estimated Reduction to USF Support Levels</b>	Sum Ln 2+9+19+27	<b>0</b>	<b>(258,313)</b>	<b>(460,285)</b>	<b>(643,173)</b>
35	<b>Preliminary Adjusted USF</b>	Sum Lns 3+10+21+28	<b>1,088,943</b>	<b>908,299</b>	<b>737,919</b>	<b>580,681</b>
36	<b>Proposed \$3,000 USF Capped Support per Line</b>	Total USF / Access Lines	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
37	<b>Reduced USF Support per FCC Proposals</b>	(Ln 35 - 36)	<b>1,088,943</b>	<b>908,299</b>	<b>737,919</b>	<b>580,681</b>
38	<b>Company Percent Reduction in Total USF</b>	Line (34+36)/33	<b>0.0%</b>	<b>-22.1%</b>	<b>-38.4%</b>	<b>-52.6%</b>
39	<b>Median Percent Reduction in Total USF - All Alexicon Clients</b>	All Clients - Median		<b>-16.4%</b>	<b>-25.0%</b>	<b>-33.2%</b>
40	<b>Average per Line Reduction in Total USF</b>	Line (34+36)/42		<b>(215.12)</b>	<b>(404.61)</b>	<b>(598.63)</b>
41						
42	<b>Access Lines</b>	Reduced 5% per yr	<b>1,264</b>	<b>1,201</b>	<b>1,138</b>	<b>1,074</b>

1) Revised NACPL was calculated by taking the entire national USF database used to calculate the current NACPL today and removing the corporate expenses (33% in 2012, 67% in 2013 and 100% in 2014) from the NACPL HCL Calculation. The reduction to the NACPL is -4.67%, -9.34% & -14.14%, respectively. These factors were applied to the current NACPL of \$458.00. However, the NACPL has increased 9.75% on average over the past two years due to the capped HCL fund. Therefore, to be conservative, we assumed that only half of this increase would continue per year and the NACPL was increased in 2013 by 4.87% and by another 4.87% in 2014. This results in NACPL reductions, from the current \$458, to \$436.61 in 2012, \$435.46 in 2013 and \$431.58 in 2014.

2) This line item represents the combined impact of all three HCL scenarios (55%/65% revision, corporate expense reduced 33% per year, and increase to the NACPL). This line item will not sum to the above three individual calculations. This is because when all three items are calculated collectively, the overall combined impact will produce a different HCL support total than when each item is computed individually.

Company 5 National Broadband Plan NPRM February 2011 Estimated Reduction to ALL USF Mechanisms per FCC Proposals			2011	2012	2013	2014
		Source				
1	ICLS Base (CL Rev Req less SLCs)	2010 Forecast-Kept Flat	990,991	990,991	990,991	990,991
2	Reduction to ICLS Funding Due to Corp Exp Phase-out by 2014	33%/66%/100% Corp Exp	0	(80,814)	(164,076)	(244,890)
3	<b>Revised ICLS with Proposed Changes (Less SLC Revenues)</b>	(Line 2 - Line 1)	<b>990,991</b>	<b>910,177</b>	<b>826,915</b>	<b>746,101</b>
4	<b>Company Percent Reduction in ICLS</b>	(Ln 2 / Ln 1)		<b>-8.2%</b>	<b>-16.6%</b>	<b>-24.7%</b>
5	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		<b>-7.2%</b>	<b>-14.7%</b>	<b>-21.9%</b>
6	<b>Company Average ICLS per Line</b>	Line 3/42		<b>521.83</b>	<b>500.43</b>	<b>478.09</b>
7						
8	Local Switching Support Base	2010 Forecast - Kept Flat	341,513	341,513	341,513	341,513
9	Proposed Reduction to Local Switching Support	Eliminate 33%/67%/100%	0	(135,006)	(251,121)	(341,513)
10	<b>LSS Phased Down to Zero by 2014</b>	(Line 8 - Line 9)	<b>341,513</b>	<b>206,507</b>	<b>90,392</b>	<b>0</b>
11	<b>Company Percent Reduction in LSS</b>	(Ln 9 / Ln 8)		<b>-39.5%</b>	<b>-73.5%</b>	<b>-100.0%</b>
12	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		<b>-37.1%</b>	<b>-70.8%</b>	<b>-100.0%</b>
13	<b>Company Average LSS per Line</b>	Line 10/42		<b>118.40</b>	<b>54.70</b>	<b>-</b>
14						
15	HCL Calculated Under Current Rules	HCL Calculated	1,326,398	1,520,121	1,837,453	1,873,318
16	HCL with Proposed 55%/65% Factors Reduced From 65%/75%	HCL Calculated	0	(206,226)	(248,350)	(252,946)
17	HCL with Corp Exp Phased Down to Zero by 2014 (33%/66%/100%)	HCL Calculated	0	(129,027)	(194,437)	(290,205)
18	HCL with NACPL Reset	See Footnote 1	0	31,825	31,771	35,171
19	Combined Impact to HCL Support	See Footnote 2	0	(290,302)	(402,458)	(493,636)
20						
21	<b>HCL with All Proposed Revisions</b>	Line 15 + Line 19	<b>1,326,398</b>	<b>1,229,819</b>	<b>1,434,995</b>	<b>1,379,682</b>
22	<b>Company Percent Reduction in HCL USF</b>	Line 19/15		<b>-19.1%</b>	<b>-21.9%</b>	<b>-26.4%</b>
23	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		<b>-19.4%</b>	<b>-27.3%</b>	<b>-33.6%</b>
24	<b>Company Average HCL per Line</b>	Line 21/42		<b>705.09</b>	<b>868.43</b>	<b>884.07</b>
25						
26	SNA Calculated per Current Rules	USAC SNA Source Data	27,492	27,492	27,492	27,492
27	Reduction to SNA - Phased Down to Zero by 2015	25% per yr Elimination	0	(6,873)	(13,746)	(20,619)
28	<b>Estimated Revised Safety Net Additive Support-Zero in 2015</b>	(Ln 26-Ln 27)	<b>27,492</b>	<b>20,619</b>	<b>13,746</b>	<b>6,873</b>
29	<b>Company Percent Reduction in SNA</b>	(Ln 27 / Ln 26)		<b>-25.0%</b>	<b>-50.0%</b>	<b>-75.0%</b>
30	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		<b>-25.0%</b>	<b>-50.0%</b>	<b>-75.0%</b>
31	<b>Company Average SNA per Line</b>	Line 28/42		<b>11.82</b>	<b>8.32</b>	<b>4.40</b>
32						
33	<b>Total USF Support Under Current Rules</b>	Sum Ln 1+8+15+26	<b>2,686,394</b>	<b>2,880,117</b>	<b>3,197,449</b>	<b>3,233,314</b>
34	<b>Total Estimated Reduction to USF Support Levels</b>	Sum Ln 2+9+19+27	<b>0</b>	<b>(512,995)</b>	<b>(831,401)</b>	<b>(1,100,658)</b>
35	<b>Preliminary Adjusted USF</b>	Sum Lns 3+10+21+28	<b>2,686,394</b>	<b>2,367,122</b>	<b>2,366,048</b>	<b>2,132,656</b>
36	<b>Proposed \$3,000 USF Capped Support per Line</b>	Total USF / Access Lines	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
37	<b>Reduced USF Support per FCC Proposals</b>	(Ln 35 - 36)	<b>2,686,394</b>	<b>2,367,122</b>	<b>2,366,048</b>	<b>2,132,656</b>
38	<b>Company Percent Reduction in Total USF</b>	Line (34+36)/33	<b>0.0%</b>	<b>-17.8%</b>	<b>-26.0%</b>	<b>-34.0%</b>
39	<b>Median Percent Reduction in Total USF - All Alexicon Clients</b>	All Clients - Median		<b>-16.4%</b>	<b>-25.0%</b>	<b>-33.2%</b>
40	<b>Average per Line Reduction in Total USF</b>	Line (34+36)/42		<b>(294.11)</b>	<b>(503.15)</b>	<b>(705.28)</b>
41						
42	<b>Access Lines</b>	Reduced 5% per yr	<b>1,836</b>	<b>1,744</b>	<b>1,652</b>	<b>1,561</b>

1) Revised NACPL was calculated by taking the entire national USF database used to calculate the current NACPL today and removing the corporate expenses (33% in 2012, 67% in 2013 and 100% in 2014) from the NACPL HCL Calculation. The reduction to the NACPL is -4.67%, -9.34% & -14.14%, respectively. These factors were applied to the current NACPL of \$458.00. However, the NACPL has increased 9.75% on average over the past two years due to the capped HCL fund. Therefore, to be conservative, we assumed that only half of this increase would continue per year and the NACPL was increased in 2013 by 4.87% and by another 4.87% in 2014. This results in NACPL reductions, from the current \$458, to \$436.61 in 2012, \$435.46 in 2013 and \$431.58 in 2014.

2) This line item represents the combined impact of all three HCL scenarios (55%/65% revision, corporate expense reduced 33% per year, and increase to the NACPL). This line item will not sum to the above three individual calculations. This is because when all three items are calculated collectively, the overall combined impact will produce a different HCL support total than when each item is computed individually.



Company 6 National Broadband Plan NPRM February 2011 Estimated Reduction to ALL USF Mechanisms per FCC Proposals			2011	2012	2013	2014
		Source				
1	ICLS Base (CL Rev Req less SLCs)	2010 Forecast-Kept Flat	766,164	766,164	766,164	766,164
2	Reduction to ICLS Funding Due to Corp Exp Phase-out by 2014	33%/66%/100% Corp Exp	0	(95,280)	(193,448)	(288,728)
3	<b>Revised ICLS with Proposed Changes (Less SLC Revenues)</b>	(Line 2 - Line 1)	<b>766,164</b>	<b>670,884</b>	<b>572,716</b>	<b>477,436</b>
4	<b>Company Percent Reduction in ICLS</b>	(Ln 2 / Ln 1)		<b>-12.4%</b>	<b>-25.2%</b>	<b>-37.7%</b>
5	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		<b>-7.2%</b>	<b>-14.7%</b>	<b>-21.9%</b>
6	<b>Company Average ICLS per Line</b>	Line 3/42		<b>117.74</b>	<b>106.09</b>	<b>93.65</b>
7						
8	Local Switching Support Base	2010 Forecast - Kept Flat	246,255	246,255	246,255	246,255
9	Proposed Reduction to Local Switching Support	Eliminate 33%/67%/100%	0	(91,930)	(175,656)	(246,255)
10	<b>LSS Phased Down to Zero by 2014</b>	(Line 8 - Line 9)	<b>246,255</b>	<b>154,325</b>	<b>70,599</b>	<b>0</b>
11	<b>Company Percent Reduction in LSS</b>	(Ln 9 / Ln 8)		<b>-37.3%</b>	<b>-71.3%</b>	<b>-100.0%</b>
12	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		<b>-37.1%</b>	<b>-70.8%</b>	<b>-100.0%</b>
13	<b>Company Average LSS per Line</b>	Line 10/42		<b>27.08</b>	<b>13.08</b>	<b>-</b>
14						
15	HCL Calculated Under Current Rules	HCL Calculated	123,382	262,365	322,930	425,277
16	HCL with Proposed 55%/65% Factors Reduced From 65%/75%	HCL Calculated	0	(40,364)	(49,682)	(65,427)
17	HCL with Corp Exp Phased Down to Zero by 2014 (33%/66%/100%)	HCL Calculated	0	(155,860)	(320,404)	(425,277)
18	HCL with NACPL Reset	See Footnote 1	0	90,818	90,664	104,468
19	Combined Impact to HCL Support	See Footnote 2	<b>0</b>	<b>(101,782)</b>	<b>(256,884)</b>	<b>(404,259)</b>
20						
21	<b>HCL with All Proposed Revisions</b>	Line 15 + Line 19	<b>123,382</b>	<b>160,583</b>	<b>66,046</b>	<b>21,018</b>
22	<b>Company Percent Reduction in HCL USF</b>	Line 19/15		<b>-38.8%</b>	<b>-79.5%</b>	<b>-95.1%</b>
23	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		<b>-19.4%</b>	<b>-27.3%</b>	<b>-33.6%</b>
24	<b>Company Average HCL per Line</b>	Line 21/42		<b>28.18</b>	<b>12.23</b>	<b>4.12</b>
25						
26	SNA Calculated per Current Rules	USAC SNA Source Data	149,460	149,460	149,460	149,460
27	Reduction to SNA - Phased Down to Zero by 2015	25% per yr Elimination	0	(37,365)	(74,730)	(112,095)
28	<b>Estimated Revised Safety Net Additive Support-Zero in 2015</b>	(Ln 26-Ln 27)	<b>149,460</b>	<b>112,095</b>	<b>74,730</b>	<b>37,365</b>
29	<b>Company Percent Reduction in SNA</b>	(Ln 27 / Ln 26)		<b>-25.0%</b>	<b>-50.0%</b>	<b>-75.0%</b>
30	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		<b>-25.0%</b>	<b>-50.0%</b>	<b>-75.0%</b>
31	<b>Company Average SNA per Line</b>	Line 28/42		<b>19.67</b>	<b>13.84</b>	<b>7.33</b>
32						
33	<b>Total USF Support Under Current Rules</b>	Sum Ln 1+8+15+26	<b>1,285,261</b>	<b>1,424,244</b>	<b>1,484,809</b>	<b>1,587,156</b>
34	<b>Total Estimated Reduction to USF Support Levels</b>	Sum Ln 2+9+19+27	<b>0</b>	<b>(326,357)</b>	<b>(700,718)</b>	<b>(1,051,337)</b>
35	<b>Preliminary Adjusted USF</b>	Sum Lns 3+10+21+28	<b>1,285,261</b>	<b>1,097,887</b>	<b>784,091</b>	<b>535,819</b>
36	<b>Proposed \$3,000 USF Capped Support per Line</b>	Total USF / Access Lines	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
37	<b>Reduced USF Support per FCC Proposals</b>	(Ln 35 - 36)	<b>1,285,261</b>	<b>1,097,887</b>	<b>784,091</b>	<b>535,819</b>
38	<b>Company Percent Reduction in Total USF</b>	Line (34+36)/33	<b>0.0%</b>	<b>-22.9%</b>	<b>-47.2%</b>	<b>-66.2%</b>
39	<b>Median Percent Reduction in Total USF - All Alexicon Clients</b>	All Clients - Median		<b>-16.4%</b>	<b>-25.0%</b>	<b>-33.2%</b>
40	<b>Average per Line Reduction in Total USF</b>	Line (34+36)/42		<b>(57.27)</b>	<b>(129.81)</b>	<b>(206.21)</b>
41						
42	<b>Access Lines</b>	Reduced 5% per yr	<b>5,998</b>	<b>5,698</b>	<b>5,398</b>	<b>5,098</b>

1) Revised NACPL was calculated by taking the entire national USF database used to calculate the current NACPL today and removing the corporate expenses (33% in 2012, 67% in 2013 and 100% in 2014) from the NACPL HCL Calculation. The reduction to the NACPL is -4.67%, -9.34% & -14.14%, respectively. These factors were applied to the current NACPL of \$458.00. However, the NACPL has increased 9.75% on average over the past two years due to the capped HCL fund. Therefore, to be conservative, we assumed that only half of this increase would continue per year and the NACPL was increased in 2013 by 4.87% and by another 4.87% in 2014. This results in NACPL reductions, from the current \$458, to \$436.61 in 2012, \$435.46 in 2013 and \$431.58 in 2014.

2) This line item represents the combined impact of all three HCL scenarios (55%/65% revision, corporate expense reduced 33% per year, and increase to the NACPL). This line item will not sum to the above three individual calculations. This is because when all three items are calculated collectively, the overall combined impact will produce a different HCL support total than when each item is computed individually.

Company 7 National Broadband Plan NPRM February 2011 Estimated Reduction to ALL USF Mechanisms per FCC Proposals			2011	2012	2013	2014
		Source				
1	ICLS Base (CL Rev Req less SLCs)	2010 Forecast-Kept Flat	229,318	229,318	229,318	229,318
2	Reduction to ICLS Funding Due to Corp Exp Phase-out by 2014	33%/66%/100% Corp Exp	0	(26,616)	(54,038)	(80,654)
3	<b>Revised ICLS with Proposed Changes (Less SLC Revenues)</b>	(Line 2 - Line 1)	<b>229,318</b>	<b>202,702</b>	<b>175,280</b>	<b>148,664</b>
4	<b>Company Percent Reduction in ICLS</b>	(Ln 2 / Ln 1)		<b>-11.6%</b>	<b>-23.6%</b>	<b>-35.2%</b>
5	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		<b>-7.2%</b>	<b>-14.7%</b>	<b>-21.9%</b>
6	<b>Company Average ICLS per Line</b>	Line 3/42		<b>300.95</b>	<b>274.69</b>	<b>246.68</b>
7						
8	Local Switching Support Base	2010 Forecast - Kept Flat	0	0	0	0
9	Proposed Reduction to Local Switching Support	Eliminate 33%/67%/100%	0	0	0	0
10	<b>LSS Phased Down to Zero by 2014</b>	(Line 8 - Line 9)	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
11	<b>Company Percent Reduction in LSS</b>	(Ln 9 / Ln 8)		<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>
12	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		<b>-37.1%</b>	<b>-70.8%</b>	<b>-100.0%</b>
13	<b>Company Average LSS per Line</b>	Line 10/42		<b>-</b>	<b>-</b>	<b>-</b>
14						
15	HCL Calculated Under Current Rules	HCL Calculated	488,801	475,629	494,501	509,073
16	HCL with Proposed 55%/65% Factors Reduced From 65%/75%	HCL Calculated	0	(64,857)	(67,297)	(69,164)
17	HCL with Corp Exp Phased Down to Zero by 2014 (33%/66%/100%)	HCL Calculated	0	(60,323)	(132,208)	(197,326)
18	HCL with NACPL Reset	See Footnote 1	0	12,930	12,909	14,290
19	Combined Impact to HCL Support	See Footnote 2	<b>0</b>	<b>(105,863)</b>	<b>(170,623)</b>	<b>(227,721)</b>
20						
21	<b>HCL with All Proposed Revisions</b>	Line 15 + Line 19	<b>488,801</b>	<b>369,766</b>	<b>323,878</b>	<b>281,352</b>
22	<b>Company Percent Reduction in HCL USF</b>	Line 19/15		<b>-22.3%</b>	<b>-34.5%</b>	<b>-44.7%</b>
23	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		<b>-19.4%</b>	<b>-27.3%</b>	<b>-33.6%</b>
24	<b>Company Average HCL per Line</b>	Line 21/42		<b>548.98</b>	<b>507.57</b>	<b>466.86</b>
25						
26	SNA Calculated per Current Rules	USAC SNA Source Data	0	0	0	0
27	Reduction to SNA - Phased Down to Zero by 2015	25% per yr Elimination	0	0	0	0
28	<b>Estimated Revised Safety Net Additive Support-Zero in 2015</b>	(Ln 26-Ln 27)	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
29	<b>Company Percent Reduction in SNA</b>	(Ln 27 / Ln 26)		<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>
30	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		<b>-25.0%</b>	<b>-50.0%</b>	<b>-75.0%</b>
31	<b>Company Average SNA per Line</b>	Line 28/42		<b>-</b>	<b>-</b>	<b>-</b>
32						
33	<b>Total USF Support Under Current Rules</b>	Sum Ln 1+8+15+26	<b>718,119</b>	<b>704,947</b>	<b>723,819</b>	<b>738,391</b>
34	<b>Total Estimated Reduction to USF Support Levels</b>	Sum Ln 2+9+19+27	<b>0</b>	<b>(132,479)</b>	<b>(224,661)</b>	<b>(308,375)</b>
35	<b>Preliminary Adjusted USF</b>	Sum Lns 3+10+21+28	<b>718,119</b>	<b>572,468</b>	<b>499,158</b>	<b>430,016</b>
36	<b>Proposed \$3,000 USF Capped Support per Line</b>	Total USF / Access Lines	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
37	<b>Reduced USF Support per FCC Proposals</b>	(Ln 35 - 36)	<b>718,119</b>	<b>572,468</b>	<b>499,158</b>	<b>430,016</b>
38	<b>Company Percent Reduction in Total USF</b>	Line (34+36)/33	<b>0.0%</b>	<b>-18.8%</b>	<b>-31.0%</b>	<b>-41.8%</b>
39	<b>Median Percent Reduction in Total USF - All Alexicon Clients</b>	All Clients - Median		<b>-16.4%</b>	<b>-25.0%</b>	<b>-33.2%</b>
40	<b>Average per Line Reduction in Total USF</b>	Line (34+36)/42		<b>(196.69)</b>	<b>(352.08)</b>	<b>(511.70)</b>
41						
42	<b>Access Lines</b>	Reduced 5% per yr	<b>709</b>	<b>674</b>	<b>638</b>	<b>603</b>

1) Revised NACPL was calculated by taking the entire national USF database used to calculate the current NACPL today and removing the corporate expenses (33% in 2012, 67% in 2013 and 100% in 2014) from the NACPL HCL Calculation. The reduction to the NACPL is -4.67%, -9.34% & -14.14%, respectively. These factors were applied to the current NACPL of \$458.00. However, the NACPL has increased 9.75% on average over the past two years due to the capped HCL fund. Therefore, to be conservative, we assumed that only half of this increase would continue per year and the NACPL was increased in 2013 by 4.87% and by another 4.87% in 2014. This results in NACPL reductions, from the current \$458, to \$436.61 in 2012, \$435.46 in 2013 and \$431.58 in 2014.

2) This line item represents the combined impact of all three HCL scenarios (55%/65% revision, corporate expense reduced 33% per year, and increase to the NACPL). This line item will not sum to the above three individual calculations. This is because when all three items are calculated collectively, the overall combined impact will produce a different HCL support total than when each item is computed individually.



Company 8 National Broadband Plan NPRM February 2011 Estimated Reduction to ALL USF Mechanisms per FCC Proposals		Source	2011	2012	2013	2014
1	ICLS Base (CL Rev Req less SLCs)	2010 Forecast-Kept Flat	868,490	868,490	868,490	868,490
2	Reduction to ICLS Funding Due to Corp Exp Phase-out by 2014	33%/66%/100% Corp Exp	0	(79,035)	(160,464)	(239,499)
3	<b>Revised ICLS with Proposed Changes (Less SLC Revenues)</b>	(Line 2 - Line 1)	<b>868,490</b>	<b>789,455</b>	<b>708,026</b>	<b>628,991</b>
4	<b>Company Percent Reduction in ICLS</b>	(Ln 2 / Ln 1)		-9.1%	-18.5%	-27.6%
5	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		-7.2%	-14.7%	-21.9%
6	<b>Company Average ICLS per Line</b>	Line 3/42		199.14	188.52	177.33
7						
8	Local Switching Support Base	2010 Forecast - Kept Flat	170,246	170,246	170,246	170,246
9	Proposed Reduction to Local Switching Support	Eliminate 33%/67%/100%	0	(69,582)	(127,465)	(170,246)
10	<b>LSS Phased Down to Zero by 2014</b>	(Line 8 - Line 9)	<b>170,246</b>	<b>100,664</b>	<b>42,781</b>	<b>0</b>
11	<b>Company Percent Reduction in LSS</b>	(Ln 9 / Ln 8)		-40.9%	-74.9%	-100.0%
12	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		-37.1%	-70.8%	-100.0%
13	<b>Company Average LSS per Line</b>	Line 10/42		25.39	11.39	-
14						
15	HCL Calculated Under Current Rules	HCL Calculated	530,332	428,314	511,535	596,850
16	HCL with Proposed 55%/65% Factors Reduced From 65%/75%	HCL Calculated	0	(65,537)	(76,190)	(87,121)
17	HCL with Corp Exp Phased Down to Zero by 2014 (33%/66%/100%)	HCL Calculated	0	(153,754)	(323,756)	(489,447)
18	HCL with NACPL Reset	See Footnote 1	0	75,704	75,576	83,664
19	Combined Impact to HCL Support	See Footnote 2	0	(144,127)	(303,454)	(453,084)
20						
21	<b>HCL with All Proposed Revisions</b>	Line 15 + Line 19	<b>530,332</b>	<b>284,187</b>	<b>208,081</b>	<b>143,766</b>
22	<b>Company Percent Reduction in HCL USF</b>	Line 19/15		-33.6%	-59.3%	-75.9%
23	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		-19.4%	-27.3%	-33.6%
24	<b>Company Average HCL per Line</b>	Line 21/42		71.69	55.40	40.53
25						
26	SNA Calculated per Current Rules	USAC SNA Source Data	84,240	84,240	84,240	84,240
27	Reduction to SNA - Phased Down to Zero by 2015	25% per yr Elimination	0	(21,060)	(42,120)	(63,180)
28	<b>Estimated Revised Safety Net Additive Support-Zero in 2015</b>	(Ln 26-Ln 27)	<b>84,240</b>	<b>63,180</b>	<b>42,120</b>	<b>21,060</b>
29	<b>Company Percent Reduction in SNA</b>	(Ln 27 / Ln 26)		-25.0%	-50.0%	-75.0%
30	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		-25.0%	-50.0%	-75.0%
31	<b>Company Average SNA per Line</b>	Line 28/42		15.94	11.21	5.94
32						
33	<b>Total USF Support Under Current Rules</b>	Sum Ln 1+8+15+26	<b>1,653,308</b>	<b>1,551,290</b>	<b>1,634,511</b>	<b>1,719,826</b>
34	<b>Total Estimated Reduction to USF Support Levels</b>	Sum Ln 2+9+19+27	<b>0</b>	<b>(313,804)</b>	<b>(633,503)</b>	<b>(926,009)</b>
35	<b>Preliminary Adjusted USF</b>	Sum Lns 3+10+21+28	<b>1,653,308</b>	<b>1,237,486</b>	<b>1,001,008</b>	<b>793,817</b>
36	<b>Proposed \$3,000 USF Capped Support per Line</b>	Total USF / Access Lines	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
37	<b>Reduced USF Support per FCC Proposals</b>	(Ln 35 - 36)	<b>1,653,308</b>	<b>1,237,486</b>	<b>1,001,008</b>	<b>793,817</b>
38	<b>Company Percent Reduction in Total USF</b>	Line (34+36)/33	<b>0.0%</b>	<b>-20.2%</b>	<b>-38.8%</b>	<b>-53.8%</b>
39	<b>Median Percent Reduction in Total USF - All Alexicon Clients</b>	All Clients - Median		-16.4%	-25.0%	-33.2%
40	<b>Average per Line Reduction in Total USF</b>	Line (34+36)/42		(79.16)	(168.68)	(261.06)
41						
42	<b>Access Lines</b>	Reduced 5% per yr	<b>4,173</b>	<b>3,964</b>	<b>3,756</b>	<b>3,547</b>

1) Revised NACPL was calculated by taking the entire national USF database used to calculate the current NACPL today and removing the corporate expenses (33% in 2012, 67% in 2013 and 100% in 2014) from the NACPL HCL Calculation. The reduction to the NACPL is -4.67%, -9.34% & -14.14%, respectively. These factors were applied to the current NACPL of \$458.00. However, the NACPL has increased 9.75% on average over the past two years due to the capped HCL fund. Therefore, to be conservative, we assumed that only half of this increase would continue per year and the NACPL was increased in 2013 by 4.87% and by another 4.87% in 2014. This results in NACPL reductions, from the current \$458, to \$436.61 in 2012, \$435.46 in 2013 and \$431.58 in 2014.

2) This line item represents the combined impact of all three HCL scenarios (55%/65% revision, corporate expense reduced 33% per year, and increase to the NACPL). This line item will not sum to the above three individual calculations. This is because when all three items are calculated collectively, the overall combined impact will produce a different HCL support total than when each item is computed individually.

Company 9 National Broadband Plan NPRM February 2011 Estimated Reduction to ALL USF Mechanisms per FCC Proposals			2011	2012	2013	2014
	Source					
1 ICLS Base (CL Rev Req less SLCs)	2010 Forecast-Kept Flat		1,198,723	1,198,723	1,198,723	1,198,723
2 Reduction to ICLS Funding Due to Corp Exp Phase-out by 2014	33%/66%/100% Corp Exp		0	(54,093)	(109,825)	(163,918)
3 Revised ICLS with Proposed Changes (Less SLC Revenues)	(Line 2 - Line 1)		1,198,723	1,144,630	1,088,898	1,034,805
4 Company Percent Reduction in ICLS	(Ln 2 / Ln 1)			-4.5%	-9.2%	-13.7%
5 Median Percentage Reduction - All Alexicon Clients	All Clients - Median			-7.2%	-14.7%	-21.9%
6 Company Average ICLS per Line	Line 3/42			866.19	869.80	875.21
7						
8 Local Switching Support Base	2010 Forecast - Kept Flat		188,233	188,233	188,233	188,233
9 Proposed Reduction to Local Switching Support	Eliminate 33%/67%/100%		0	(68,451)	(132,450)	(188,233)
10 LSS Phased Down to Zero by 2014	(Line 8 - Line 9)		188,233	119,782	55,783	0
11 Company Percent Reduction in LSS	(Ln 9 / Ln 8)			-36.4%	-70.4%	-100.0%
12 Median Percentage Reduction - All Alexicon Clients	All Clients - Median			-37.1%	-70.8%	-100.0%
13 Company Average LSS per Line	Line 10/42			90.64	44.56	-
14						
15 HCL Calculated Under Current Rules	HCL Calculated		2,136,457	2,308,603	2,548,661	2,577,004
16 HCL with Proposed 55%/65% Factors Reduced From 65%/75%	HCL Calculated		0	(310,614)	(342,474)	(346,106)
17 HCL with Corp Exp Phased Down to Zero by 2014 (33%/66%/100%)	HCL Calculated		0	(107,224)	(234,068)	(349,356)
18 HCL with NACPL Reset	See Footnote 1		0	25,150	25,107	27,794
19 Combined Impact to HCL Support	See Footnote 2		0	(381,614)	(528,311)	(636,611)
20						
21 HCL with All Proposed Revisions	Line 15 + Line 19		2,136,457	1,926,989	2,020,350	1,940,393
22 Company Percent Reduction in HCL USF	Line 19/15			-16.5%	-20.7%	-24.7%
23 Median Percentage Reduction - All Alexicon Clients	All Clients - Median			-19.4%	-27.3%	-33.6%
24 Company Average HCL per Line	Line 21/42			1,458.24	1,613.83	1,641.13
25						
26 SNA Calculated per Current Rules	USAC SNA Source Data		24,924	24,924	24,924	24,924
27 Reduction to SNA - Phased Down to Zero by 2015	25% per yr Elimination		0	(6,231)	(12,462)	(18,693)
28 Estimated Revised Safety Net Additive Support-Zero in 2015	(Ln 26-Ln 27)		24,924	18,693	12,462	6,231
29 Company Percent Reduction in SNA	(Ln 27 / Ln 26)			-25.0%	-50.0%	-75.0%
30 Median Percentage Reduction - All Alexicon Clients	All Clients - Median			-25.0%	-50.0%	-75.0%
31 Company Average SNA per Line	Line 28/42			14.15	9.95	5.27
32						
33 Total USF Support Under Current Rules	Sum Ln 1+8+15+26		3,548,337	3,720,483	3,960,541	3,988,884
34 Total Estimated Reduction to USF Support Levels	Sum Ln 2+9+19+27		0	(510,389)	(783,048)	(1,007,455)
35 Preliminary Adjusted USF	Sum Lns 3+10+21+28		3,548,337	3,210,094	3,177,493	2,981,429
36 Proposed \$3,000 USF Capped Support per Line	Total USF / Access Lines		0	0	0	0
37 Reduced USF Support per FCC Proposals	(Ln 35 - 36)		3,548,337	3,210,094	3,177,493	2,981,429
38 Company Percent Reduction in Total USF	Line (34+36)/33		0.0%	-13.7%	-19.8%	-25.3%
39 Median Percent Reduction in Total USF - All Alexicon Clients	All Clients - Median			-16.4%	-25.0%	-33.2%
40 Average per Line Reduction in Total USF	Line (34+36)/42			(386.23)	(625.49)	(852.08)
41						
42 Access Lines	Reduced 5% per yr		1,391	1,321	1,252	1,182

1) Revised NACPL was calculated by taking the entire national USF database used to calculate the current NACPL today and removing the corporate expenses (33% in 2012, 67% in 2013 and 100% in 2014) from the NACPL HCL Calculation. The reduction to the NACPL is -4.67%, -9.34% & -14.14%, respectively. These factors were applied to the current NACPL of \$458.00. However, the NACPL has increased 9.75% on average over the past two years due to the capped HCL fund. Therefore, to be conservative, we assumed that only half of this increase would continue per year and the NACPL was increased in 2013 by 4.87% and by another 4.87% in 2014. This results in NACPL reductions, from the current \$458, to \$436.61 in 2012, \$435.46 in 2013 and \$431.58 in 2014.

2) This line item represents the combined impact of all three HCL scenarios (55%/65% revision, corporate expense reduced 33% per year, and increase to the NACPL). This line item will not sum to the above three individual calculations. This is because when all three items are calculated collectively, the overall combined impact will produce a different HCL support total than when each item is computed individually.

Company 10 National Broadband Plan NPRM February 2011 Estimated Reduction to ALL USF Mechanisms per FCC Proposals			2011	2012	2013	2014
		Source				
1	ICLS Base (CL Rev Req less SLCs)	2010 Forecast-Kept Flat	2,216,964	2,216,964	2,216,964	2,216,964
2	Reduction to ICLS Funding Due to Corp Exp Phase-out by 2014	33%/66%/100% Corp Exp	0	(145,364)	(295,133)	(440,497)
3	<b>Revised ICLS with Proposed Changes (Less SLC Revenues)</b>	(Line 2 - Line 1)	<b>2,216,964</b>	<b>2,071,600</b>	<b>1,921,831</b>	<b>1,776,467</b>
4	<b>Company Percent Reduction in ICLS</b>	(Ln 2 / Ln 1)		-6.6%	-13.3%	-19.9%
5	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		-7.2%	-14.7%	-21.9%
6	<b>Company Average ICLS per Line</b>	Line 3/42		316.72	310.15	303.55
7						
8	Local Switching Support Base	2010 Forecast - Kept Flat	341,549	341,549	341,549	341,549
9	Proposed Reduction to Local Switching Support	Eliminate 33%/67%/100%	0	(124,052)	(240,178)	(341,549)
10	<b>LSS Phased Down to Zero by 2014</b>	(Line 8 - Line 9)	<b>341,549</b>	<b>217,497</b>	<b>101,371</b>	<b>0</b>
11	<b>Company Percent Reduction in LSS</b>	(Ln 9 / Ln 8)		-36.3%	-70.3%	-100.0%
12	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		-37.1%	-70.8%	-100.0%
13	<b>Company Average LSS per Line</b>	Line 10/42		33.25	16.36	-
14						
15	HCL Calculated Under Current Rules	HCL Calculated	1,814,562	2,544,686	2,979,863	3,127,802
16	HCL with Proposed 55%/65% Factors Reduced From 65%/75%	HCL Calculated	0	(353,907)	(411,161)	(430,117)
17	HCL with Corp Exp Phased Down to Zero by 2014 (33%/66%/100%)	HCL Calculated	0	(273,426)	(550,620)	(821,820)
18	HCL with NACPL Reset	See Footnote 1	0	131,275	131,052	145,077
19	Combined Impact to HCL Support	See Footnote 2	0	(490,410)	(796,691)	(1,049,584)
20						
21	<b>HCL with All Proposed Revisions</b>	Line 15 + Line 19	<b>1,814,562</b>	<b>2,054,276</b>	<b>2,183,172</b>	<b>2,078,218</b>
22	<b>Company Percent Reduction in HCL USF</b>	Line 19/15		-19.3%	-26.7%	-33.6%
23	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		-19.4%	-27.3%	-33.6%
24	<b>Company Average HCL per Line</b>	Line 21/42		314.07	352.32	355.11
25						
26	SNA Calculated per Current Rules	USAC SNA Source Data	395,652	395,652	395,652	395,652
27	Reduction to SNA - Phased Down to Zero by 2015	25% per yr Elimination	0	(98,913)	(197,826)	(296,739)
28	<b>Estimated Revised Safety Net Additive Support-Zero in 2015</b>	(Ln 26-Ln 27)	<b>395,652</b>	<b>296,739</b>	<b>197,826</b>	<b>98,913</b>
29	<b>Company Percent Reduction in SNA</b>	(Ln 27 / Ln 26)		-25.0%	-50.0%	-75.0%
30	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		-25.0%	-50.0%	-75.0%
31	<b>Company Average SNA per Line</b>	Line 28/42		45.37	31.93	16.90
32						
33	<b>Total USF Support Under Current Rules</b>	Sum Ln 1+8+15+26	<b>4,768,727</b>	<b>5,498,851</b>	<b>5,934,028</b>	<b>6,081,967</b>
34	<b>Total Estimated Reduction to USF Support Levels</b>	Sum Ln 2+9+19+27	<b>0</b>	<b>(858,739)</b>	<b>(1,529,828)</b>	<b>(2,128,369)</b>
35	<b>Preliminary Adjusted USF</b>	Sum Lns 3+10+21+28	<b>4,768,727</b>	<b>4,640,112</b>	<b>4,404,200</b>	<b>3,953,598</b>
36	<b>Proposed \$3,000 USF Capped Support per Line</b>	Total USF / Access Lines	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
37	<b>Reduced USF Support per FCC Proposals</b>	(Ln 35 - 36)	<b>4,768,727</b>	<b>4,640,112</b>	<b>4,404,200</b>	<b>3,953,598</b>
38	<b>Company Percent Reduction in Total USF</b>	Line (34+36)/33	<b>0.0%</b>	-15.6%	-25.8%	-35.0%
39	<b>Median Percent Reduction in Total USF - All Alexicon Clients</b>	All Clients - Median		-16.4%	-25.0%	-33.2%
40	<b>Average per Line Reduction in Total USF</b>	Line (34+36)/42		(131.29)	(246.89)	(363.68)
41						
42	<b>Access Lines</b>	Reduced 5% per yr	<b>6,885</b>	<b>6,541</b>	<b>6,197</b>	<b>5,852</b>

1) Revised NACPL was calculated by taking the entire national USF database used to calculate the current NACPL today and removing the corporate expenses (33% in 2012, 67% in 2013 and 100% in 2014) from the NACPL HCL Calculation. The reduction to the NACPL is -4.67%, -9.34% & -14.14%, respectively. These factors were applied to the current NACPL of \$458.00. However, the NACPL has increased 9.75% on average over the past two years due to the capped HCL fund. Therefore, to be conservative, we assumed that only half of this increase would continue per year and the NACPL was increased in 2013 by 4.87% and by another 4.87% in 2014. This results in NACPL reductions, from the current \$458, to \$436.61 in 2012, \$435.46 in 2013 and \$431.58 in 2014.

2) This line item represents the combined impact of all three HCL scenarios (55%/65% revision, corporate expense reduced 33% per year, and increase to the NACPL). This line item will not sum to the above three individual calculations. This is because when all three items are calculated collectively, the overall combined impact will produce a different HCL support total than when each item is computed individually.

Company 11 National Broadband Plan NPRM February 2011 Estimated Reduction to ALL USF Mechanisms per FCC Proposals			2011	2012	2013	2014
		Source				
1	ICLS Base (CL Rev Req less SLCs)	2010 Forecast-Kept Flat	1,070,518	1,070,518	1,070,518	1,070,518
2	Reduction to ICLS Funding Due to Corp Exp Phase-out by 2014	33%/66%/100% Corp Exp	0	(61,855)	(125,585)	(187,440)
3	<b>Revised ICLS with Proposed Changes (Less SLC Revenues)</b>	(Line 2 - Line 1)	<b>1,070,518</b>	<b>1,008,663</b>	<b>944,933</b>	<b>883,078</b>
4	<b>Company Percent Reduction in ICLS</b>	(Ln 2 / Ln 1)		<b>-5.8%</b>	<b>-11.7%</b>	<b>-17.5%</b>
5	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		<b>-7.2%</b>	<b>-14.7%</b>	<b>-21.9%</b>
6	<b>Company Average ICLS per Line</b>	Line 3/42		<b>517.67</b>	<b>511.91</b>	<b>506.54</b>
7						
8	Local Switching Support Base	2010 Forecast - Kept Flat	52,695	52,695	52,695	52,695
9	Proposed Reduction to Local Switching Support	Eliminate 33%/67%/100%	0	(19,914)	(37,830)	(52,695)
10	<b>LSS Phased Down to Zero by 2014</b>	(Line 8 - Line 9)	<b>52,695</b>	<b>32,781</b>	<b>14,865</b>	<b>0</b>
11	<b>Company Percent Reduction in LSS</b>	(Ln 9 / Ln 8)		<b>-37.8%</b>	<b>-71.8%</b>	<b>-100.0%</b>
12	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		<b>-37.1%</b>	<b>-70.8%</b>	<b>-100.0%</b>
13	<b>Company Average LSS per Line</b>	Line 10/42		<b>16.82</b>	<b>8.05</b>	<b>-</b>
14						
15	HCL Calculated Under Current Rules	HCL Calculated	1,147,260	1,141,984	1,489,665	1,531,593
16	HCL with Proposed 55%/65% Factors Reduced From 65%/75%	HCL Calculated	0	(156,407)	(202,546)	(207,918)
17	HCL with Corp Exp Phased Down to Zero by 2014 (33%/66%/100%)	HCL Calculated	0	(123,960)	(267,889)	(399,835)
18	HCL with NACPL Reset	See Footnote 1	0	37,205	37,142	41,117
19	Combined Impact to HCL Support	See Footnote 2	<b>0</b>	<b>(237,133)</b>	<b>(414,722)</b>	<b>(518,594)</b>
20						
21	<b>HCL with All Proposed Revisions</b>	Line 15 + Line 19	<b>1,147,260</b>	<b>904,851</b>	<b>1,074,943</b>	<b>1,012,999</b>
22	<b>Company Percent Reduction in HCL USF</b>	Line 19/15		<b>-20.8%</b>	<b>-27.8%</b>	<b>-33.9%</b>
23	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		<b>-19.4%</b>	<b>-27.3%</b>	<b>-33.6%</b>
24	<b>Company Average HCL per Line</b>	Line 21/42		<b>464.40</b>	<b>582.34</b>	<b>581.06</b>
25						
26	SNA Calculated per Current Rules	USAC SNA Source Data	45,912	45,912	45,912	45,912
27	Reduction to SNA - Phased Down to Zero by 2015	25% per yr Elimination	0	(11,478)	(22,956)	(34,434)
28	<b>Estimated Revised Safety Net Additive Support-Zero in 2015</b>	(Ln 26-Ln 27)	<b>45,912</b>	<b>34,434</b>	<b>22,956</b>	<b>11,478</b>
29	<b>Company Percent Reduction in SNA</b>	(Ln 27 / Ln 26)		<b>-25.0%</b>	<b>-50.0%</b>	<b>-75.0%</b>
30	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		<b>-25.0%</b>	<b>-50.0%</b>	<b>-75.0%</b>
31	<b>Company Average SNA per Line</b>	Line 28/42		<b>17.67</b>	<b>12.44</b>	<b>6.58</b>
32						
33	<b>Total USF Support Under Current Rules</b>	Sum Ln 1+8+15+26	<b>2,316,385</b>	<b>2,311,109</b>	<b>2,658,790</b>	<b>2,700,718</b>
34	<b>Total Estimated Reduction to USF Support Levels</b>	Sum Ln 2+9+19+27	<b>0</b>	<b>(330,380)</b>	<b>(601,093)</b>	<b>(793,163)</b>
35	<b>Preliminary Adjusted USF</b>	Sum Lns 3+10+21+28	<b>2,316,385</b>	<b>1,980,729</b>	<b>2,057,697</b>	<b>1,907,555</b>
36	<b>Proposed \$3,000 USF Capped Support per Line</b>	Total USF / Access Lines	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
37	<b>Reduced USF Support per FCC Proposals</b>	(Ln 35 - 36)	<b>2,316,385</b>	<b>1,980,729</b>	<b>2,057,697</b>	<b>1,907,555</b>
38	<b>Company Percent Reduction in Total USF</b>	Line (34+36)/33	<b>0.0%</b>	<b>-14.3%</b>	<b>-22.6%</b>	<b>-29.4%</b>
39	<b>Median Percent Reduction in Total USF - All Alexicon Clients</b>	All Clients - Median		<b>-16.4%</b>	<b>-25.0%</b>	<b>-33.2%</b>
40	<b>Average per Line Reduction in Total USF</b>	Line (34+36)/42		<b>(169.56)</b>	<b>(325.64)</b>	<b>(454.96)</b>
41						
42	<b>Access Lines</b>	Reduced 5% per yr	<b>2,051</b>	<b>1,948</b>	<b>1,846</b>	<b>1,743</b>

1) Revised NACPL was calculated by taking the entire national USF database used to calculate the current NACPL today and removing the corporate expenses (33% in 2012, 67% in 2013 and 100% in 2014) from the NACPL HCL Calculation. The reduction to the NACPL is -4.67%, -9.34% & -14.14%, respectively. These factors were applied to the current NACPL of \$458.00. However, the NACPL has increased 9.75% on average over the past two years due to the capped HCL fund. Therefore, to be conservative, we assumed that only half of this increase would continue per year and the NACPL was increased in 2013 by 4.87% and by another 4.87% in 2014. This results in NACPL reductions, from the current \$458, to \$436.61 in 2012, \$435.46 in 2013 and \$431.58 in 2014.

2) This line item represents the combined impact of all three HCL scenarios (55%/65% revision, corporate expense reduced 33% per year, and increase to the NACPL). This line item will not sum to the above three individual calculations. This is because when all three items are calculated collectively, the overall combined impact will produce a different HCL support total than when each item is computed individually.

Company 12 National Broadband Plan NPRM February 2011 Estimated Reduction to ALL USF Mechanisms per FCC Proposals			2011	2012	2013	2014
		Source				
1	ICLS Base (CL Rev Req less SLCs)	2010 Forecast-Kept Flat	1,100,981	1,100,981	1,100,981	1,100,981
2	Reduction to ICLS Funding Due to Corp Exp Phase-out by 2014	33%/66%/100% Corp Exp	0	(83,377)	(169,280)	(252,657)
3	<b>Revised ICLS with Proposed Changes (Less SLC Revenues)</b>	(Line 2 - Line 1)	<b>1,100,981</b>	<b>1,017,604</b>	<b>931,701</b>	<b>848,324</b>
4	<b>Company Percent Reduction in ICLS</b>	(Ln 2 / Ln 1)		-7.6%	-15.4%	-22.9%
5	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		-7.2%	-14.7%	-21.9%
6	<b>Company Average ICLS per Line</b>	Line 3/42		566.75	547.74	528.06
7						
8	Local Switching Support Base	2010 Forecast - Kept Flat	84,576	84,576	84,576	84,576
9	Proposed Reduction to Local Switching Support	Eliminate 33%/67%/100%	0	(30,627)	(59,382)	(84,576)
10	<b>LSS Phased Down to Zero by 2014</b>	(Line 8 - Line 9)	<b>84,576</b>	<b>53,949</b>	<b>25,194</b>	<b>0</b>
11	<b>Company Percent Reduction in LSS</b>	(Ln 9 / Ln 8)		-36.2%	-70.2%	-100.0%
12	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		-37.1%	-70.8%	-100.0%
13	<b>Company Average LSS per Line</b>	Line 10/42		30.05	14.81	-
14						
15	HCL Calculated Under Current Rules	HCL Calculated	2,030,816	2,253,113	2,607,904	2,645,988
16	HCL with Proposed 55%/65% Factors Reduced From 65%/75%	HCL Calculated	0	(304,178)	(351,285)	(356,165)
17	HCL with Corp Exp Phased Down to Zero by 2014 (33%/66%/100%)	HCL Calculated	0	(147,202)	(305,531)	(456,017)
18	HCL with NACPL Reset	See Footnote 1	0	33,794	33,737	37,348
19	Combined Impact to HCL Support	See Footnote 2	0	(414,845)	(611,839)	(756,392)
20						
21	<b>HCL with All Proposed Revisions</b>	Line 15 + Line 19	<b>2,030,816</b>	<b>1,838,268</b>	<b>1,996,065</b>	<b>1,889,596</b>
22	<b>Company Percent Reduction in HCL USF</b>	Line 19/15		-18.4%	-23.5%	-28.6%
23	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		-19.4%	-27.3%	-33.6%
24	<b>Company Average HCL per Line</b>	Line 21/42		1,023.82	1,173.47	1,176.22
25						
26	SNA Calculated per Current Rules	USAC SNA Source Data	32,424	32,424	32,424	32,424
27	Reduction to SNA - Phased Down to Zero by 2015	25% per yr Elimination	0	(8,106)	(16,212)	(24,318)
28	<b>Estimated Revised Safety Net Additive Support-Zero in 2015</b>	(Ln 26-Ln 27)	<b>32,424</b>	<b>24,318</b>	<b>16,212</b>	<b>8,106</b>
29	<b>Company Percent Reduction in SNA</b>	(Ln 27 / Ln 26)		-25.0%	-50.0%	-75.0%
30	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		-25.0%	-50.0%	-75.0%
31	<b>Company Average SNA per Line</b>	Line 28/42		13.54	9.53	5.05
32						
33	<b>Total USF Support Under Current Rules</b>	Sum Ln 1+8+15+26	<b>3,248,797</b>	<b>3,471,094</b>	<b>3,825,885</b>	<b>3,863,969</b>
34	<b>Total Estimated Reduction to USF Support Levels</b>	Sum Ln 2+9+19+27	<b>0</b>	<b>(536,955)</b>	<b>(856,713)</b>	<b>(1,117,943)</b>
35	<b>Preliminary Adjusted USF</b>	Sum Lns 3+10+21+28	<b>3,248,797</b>	<b>2,934,139</b>	<b>2,969,172</b>	<b>2,746,026</b>
36	<b>Proposed \$3,000 USF Capped Support per Line</b>	Total USF / Access Lines	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
37	<b>Reduced USF Support per FCC Proposals</b>	(Ln 35 - 36)	<b>3,248,797</b>	<b>2,934,139</b>	<b>2,969,172</b>	<b>2,746,026</b>
38	<b>Company Percent Reduction in Total USF</b>	Line (34+36)/33	<b>0.0%</b>	-15.5%	-22.4%	-28.9%
39	<b>Median Percent Reduction in Total USF - All Alexicon Clients</b>	All Clients - Median		-16.4%	-25.0%	-33.2%
40	<b>Average per Line Reduction in Total USF</b>	Line (34+36)/42		(299.06)	(503.65)	(695.89)
41						
42	<b>Access Lines</b>	Reduced 5% per yr	<b>1,890</b>	<b>1,796</b>	<b>1,701</b>	<b>1,607</b>

1) Revised NACPL was calculated by taking the entire national USF database used to calculate the current NACPL today and removing the corporate expenses (33% in 2012, 67% in 2013 and 100% in 2014) from the NACPL HCL Calculation. The reduction to the NACPL is -4.67%, -9.34% & -14.14%, respectively. These factors were applied to the current NACPL of \$458.00. However, the NACPL has increased 9.75% on average over the past two years due to the capped HCL fund. Therefore, to be conservative, we assumed that only half of this increase would continue per year and the NACPL was increased in 2013 by 4.87% and by another 4.87% in 2014. This results in NACPL reductions, from the current \$458, to \$436.61 in 2012, \$435.46 in 2013 and \$431.58 in 2014.

2) This line item represents the combined impact of all three HCL scenarios (55%/65% revision, corporate expense reduced 33% per year, and increase to the NACPL). This line item will not sum to the above three individual calculations. This is because when all three items are calculated collectively, the overall combined impact will produce a different HCL support total than when each item is computed individually.



Company 13 National Broadband Plan NPRM February 2011 Estimated Reduction to ALL USF Mechanisms per FCC Proposals			2011	2012	2013	2014
		Source				
1	ICLS Base (CL Rev Req less SLCs)	2010 Forecast-Kept Flat	354,800	354,800	354,800	354,800
2	Reduction to ICLS Funding Due to Corp Exp Phase-out by 2014	33%/66%/100% Corp Exp	0	(26,229)	(53,254)	(79,483)
3	<b>Revised ICLS with Proposed Changes (Less SLC Revenues)</b>	(Line 2 - Line 1)	<b>354,800</b>	<b>328,571</b>	<b>301,546</b>	<b>275,317</b>
4	<b>Company Percent Reduction in ICLS</b>	(Ln 2 / Ln 1)		<b>-7.4%</b>	<b>-15.0%</b>	<b>-22.4%</b>
5	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		<b>-7.2%</b>	<b>-14.7%</b>	<b>-21.9%</b>
6	<b>Company Average ICLS per Line</b>	Line 3/42		<b>221.85</b>	<b>214.91</b>	<b>207.76</b>
7						
8	Local Switching Support Base	2010 Forecast - Kept Flat	0	0	0	0
9	Proposed Reduction to Local Switching Support	Eliminate 33%/67%/100%	0	0	0	0
10	<b>LSS Phased Down to Zero by 2014</b>	(Line 8 - Line 9)	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
11	<b>Company Percent Reduction in LSS</b>	(Ln 9 / Ln 8)		<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>
12	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		<b>-37.1%</b>	<b>-70.8%</b>	<b>-100.0%</b>
13	<b>Company Average LSS per Line</b>	Line 10/42		<b>-</b>	<b>-</b>	<b>-</b>
14						
15	HCL Calculated Under Current Rules	HCL Calculated	372,364	457,696	460,136	492,096
16	HCL with Proposed 55%/65% Factors Reduced From 65%/75%	HCL Calculated	0	(64,183)	(64,343)	(68,438)
17	HCL with Corp Exp Phased Down to Zero by 2014 (33%/66%/100%)	HCL Calculated	0	(58,104)	(120,415)	(179,724)
18	HCL with NACPL Reset	See Footnote 1	0	28,360	28,311	31,341
19	Combined Impact to HCL Support	See Footnote 2	<b>0</b>	<b>(89,814)</b>	<b>(144,019)</b>	<b>(196,873)</b>
20						
21	<b>HCL with All Proposed Revisions</b>	Line 15 + Line 19	<b>372,364</b>	<b>367,882</b>	<b>316,117</b>	<b>295,223</b>
22	<b>Company Percent Reduction in HCL USF</b>	Line 19/15		<b>-19.6%</b>	<b>-31.3%</b>	<b>-40.0%</b>
23	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		<b>-19.4%</b>	<b>-27.3%</b>	<b>-33.6%</b>
24	<b>Company Average HCL per Line</b>	Line 21/42		<b>248.39</b>	<b>225.30</b>	<b>222.78</b>
25						
26	SNA Calculated per Current Rules	USAC SNA Source Data	0	0	0	0
27	Reduction to SNA - Phased Down to Zero by 2015	25% per yr Elimination	0	0	0	0
28	<b>Estimated Revised Safety Net Additive Support-Zero in 2015</b>	(Ln 26-Ln 27)	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
29	<b>Company Percent Reduction in SNA</b>	(Ln 27 / Ln 26)		<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>
30	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		<b>-25.0%</b>	<b>-50.0%</b>	<b>-75.0%</b>
31	<b>Company Average SNA per Line</b>	Line 28/42		<b>-</b>	<b>-</b>	<b>-</b>
32						
33	<b>Total USF Support Under Current Rules</b>	Sum Ln 1+8+15+26	<b>727,164</b>	<b>812,496</b>	<b>814,936</b>	<b>846,896</b>
34	<b>Total Estimated Reduction to USF Support Levels</b>	Sum Ln 2+9+19+27	<b>0</b>	<b>(116,043)</b>	<b>(197,273)</b>	<b>(276,356)</b>
35	<b>Preliminary Adjusted USF</b>	Sum Lns 3+10+21+28	<b>727,164</b>	<b>696,453</b>	<b>617,663</b>	<b>570,540</b>
36	<b>Proposed \$3,000 USF Capped Support per Line</b>	Total USF / Access Lines	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
37	<b>Reduced USF Support per FCC Proposals</b>	(Ln 35 - 36)	<b>727,164</b>	<b>696,453</b>	<b>617,663</b>	<b>570,540</b>
38	<b>Company Percent Reduction in Total USF</b>	Line (34+36)/33	<b>0.0%</b>	<b>-14.3%</b>	<b>-24.2%</b>	<b>-32.6%</b>
39	<b>Median Percent Reduction in Total USF - All Alexicon Clients</b>	All Clients - Median		<b>-16.4%</b>	<b>-25.0%</b>	<b>-33.2%</b>
40	<b>Average per Line Reduction in Total USF</b>	Line (34+36)/42		<b>(78.35)</b>	<b>(140.60)</b>	<b>(208.55)</b>
41						
42	<b>Access Lines</b>	Reduced 5% per yr	<b>1,559</b>	<b>1,481</b>	<b>1,403</b>	<b>1,325</b>

1) Revised NACPL was calculated by taking the entire national USF database used to calculate the current NACPL today and removing the corporate expenses (33% in 2012, 67% in 2013 and 100% in 2014) from the NACPL HCL Calculation. The reduction to the NACPL is -4.67%, -9.34% & -14.14%, respectively. These factors were applied to the current NACPL of \$458.00. However, the NACPL has increased 9.75% on average over the past two years due to the capped HCL fund. Therefore, to be conservative, we assumed that only half of this increase would continue per year and the NACPL was increased in 2013 by 4.87% and by another 4.87% in 2014. This results in NACPL reductions, from the current \$458, to \$436.61 in 2012, \$435.46 in 2013 and \$431.58 in 2014.

2) This line item represents the combined impact of all three HCL scenarios (55%/65% revision, corporate expense reduced 33% per year, and increase to the NACPL). This line item will not sum to the above three individual calculations. This is because when all three items are calculated collectively, the overall combined impact will produce a different HCL support total than when each item is computed individually.

Company 14 National Broadband Plan NPRM February 2011 Estimated Reduction to ALL USF Mechanisms per FCC Proposals			2011	2012	2013	2014
		Source				
1	ICLS Base (CL Rev Req less SLCs)	2010 Forecast-Kept Flat	9,765,956	9,765,956	9,765,956	9,765,956
2	Reduction to ICLS Funding Due to Corp Exp Phase-out by 2014	33%/66%/100% Corp Exp	0	(168,905)	(342,928)	(511,833)
3	<b>Revised ICLS with Proposed Changes (Less SLC Revenues)</b>	(Line 2 - Line 1)	<b>9,765,956</b>	<b>9,597,051</b>	<b>9,423,028</b>	<b>9,254,123</b>
4	<b>Company Percent Reduction in ICLS</b>	(Ln 2 / Ln 1)		<b>-1.7%</b>	<b>-3.5%</b>	<b>-5.2%</b>
5	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		<b>-7.2%</b>	<b>-14.7%</b>	<b>-21.9%</b>
6	<b>Company Average ICLS per Line</b>	Line 3/42		<b>730.72</b>	<b>757.33</b>	<b>787.50</b>
7						
8	Local Switching Support Base	2010 Forecast - Kept Flat	393,972	393,972	393,972	393,972
9	Proposed Reduction to Local Switching Support	Eliminate 33%/67%/100%	0	(130,011)	(263,961)	(393,972)
10	<b>LSS Phased Down to Zero by 2014</b>	(Line 8 - Line 9)	<b>393,972</b>	<b>263,961</b>	<b>130,011</b>	<b>0</b>
11	<b>Company Percent Reduction in LSS</b>	(Ln 9 / Ln 8)		<b>-33.0%</b>	<b>-67.0%</b>	<b>-100.0%</b>
12	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		<b>-37.1%</b>	<b>-70.8%</b>	<b>-100.0%</b>
13	<b>Company Average LSS per Line</b>	Line 10/42		<b>20.10</b>	<b>10.45</b>	<b>-</b>
14						
15	HCL Calculated Under Current Rules	HCL Calculated	15,622,978	15,896,882	16,124,647	16,352,413
16	HCL with Proposed 55%/65% Factors Reduced From 65%/75%	HCL Calculated	0	(1,715,138)	(1,737,963)	(1,760,787)
17	HCL with Corp Exp Phased Down to Zero by 2014 (33%/66%/100%)	HCL Calculated	0	(234,971)	(477,061)	(712,032)
18	HCL with NACPL Reset	See Footnote 1	0	158,066	157,797	174,685
19	Combined Impact to HCL Support	See Footnote 2	<b>0</b>	<b>(4,946,296)</b>	<b>(5,228,802)</b>	<b>(5,490,179)</b>
20						
21	<b>HCL with All Proposed Revisions</b>	Line 15 + Line 19	<b>15,622,978</b>	<b>10,950,586</b>	<b>10,895,845</b>	<b>10,862,234</b>
22	<b>Company Percent Reduction in HCL USF</b>	Line 19/15		<b>-31.1%</b>	<b>-32.4%</b>	<b>-33.6%</b>
23	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		<b>-19.4%</b>	<b>-27.3%</b>	<b>-33.6%</b>
24	<b>Company Average HCL per Line</b>	Line 21/42		<b>833.77</b>	<b>875.70</b>	<b>924.35</b>
25						
26	SNA Calculated per Current Rules	USAC SNA Source Data	140,304	140,304	140,304	140,304
27	Reduction to SNA - Phased Down to Zero by 2015	25% per yr Elimination	0	(35,076)	(70,152)	(105,228)
28	<b>Estimated Revised Safety Net Additive Support-Zero in 2015</b>	(Ln 26-Ln 27)	<b>140,304</b>	<b>105,228</b>	<b>70,152</b>	<b>35,076</b>
29	<b>Company Percent Reduction in SNA</b>	(Ln 27 / Ln 26)		<b>-25.0%</b>	<b>-50.0%</b>	<b>-75.0%</b>
30	<b>Median Percentage Reduction - All Alexicon Clients</b>	All Clients - Median		<b>-25.0%</b>	<b>-50.0%</b>	<b>-75.0%</b>
31	<b>Company Average SNA per Line</b>	Line 28/42		<b>8.01</b>	<b>5.64</b>	<b>2.98</b>
32						
33	<b>Total USF Support Under Current Rules</b>	Sum Ln 1+8+15+26	<b>25,923,210</b>	<b>26,197,114</b>	<b>26,424,879</b>	<b>26,652,645</b>
34	<b>Total Estimated Reduction to USF Support Levels</b>	Sum Ln 2+9+19+27	<b>0</b>	<b>(5,280,288)</b>	<b>(5,905,843)</b>	<b>(6,501,212)</b>
35	<b>Preliminary Adjusted USF</b>	Sum Lns 3+10+21+28	<b>25,923,210</b>	<b>20,916,826</b>	<b>20,519,035</b>	<b>20,151,433</b>
36	<b>Proposed \$3,000 USF Capped Support per Line</b>	Total USF / Access Lines	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
37	<b>Reduced USF Support per FCC Proposals</b>	(Ln 35 - 36)	<b>25,923,210</b>	<b>20,916,826</b>	<b>20,519,035</b>	<b>20,151,433</b>
38	<b>Company Percent Reduction in Total USF</b>	Line (34+36)/33	<b>0.0%</b>	<b>-20.2%</b>	<b>-22.3%</b>	<b>-24.4%</b>
39	<b>Median Percent Reduction in Total USF - All Alexicon Clients</b>	All Clients - Median		<b>-16.4%</b>	<b>-25.0%</b>	<b>-33.2%</b>
40	<b>Average per Line Reduction in Total USF</b>	Line (34+36)/42		<b>(402.04)</b>	<b>(474.65)</b>	<b>(553.24)</b>
41						
42	<b>Access Lines</b>	Reduced 5% per yr	<b>13,825</b>	<b>13,134</b>	<b>12,443</b>	<b>11,751</b>

1) Revised NACPL was calculated by taking the entire national USF database used to calculate the current NACPL today and removing the corporate expenses (33% in 2012, 67% in 2013 and 100% in 2014) from the NACPL HCL Calculation. The reduction to the NACPL is -4.67%, -9.34% & -14.14%, respectively. These factors were applied to the current NACPL of \$458.00. However, the NACPL has increased 9.75% on average over the past two years due to the capped HCL fund. Therefore, to be conservative, we assumed that only half of this increase would continue per year and the NACPL was increased in 2013 by 4.87% and by another 4.87% in 2014. This results in NACPL reductions, from the current \$458, to \$436.61 in 2012, \$435.46 in 2013 and \$431.58 in 2014.

2) This line item represents the combined impact of all three HCL scenarios (55%/65% revision, corporate expense reduced 33% per year, and increase to the NACPL). This line item will not sum to the above three individual calculations. This is because when all three items are calculated collectively, the overall combined impact will produce a different HCL support total than when each item is computed individually.

All Alexicon Clients - Data Averaged Together National Broadband Plan NPRM February 2011 Estimated Reduction to ALL USF Mechanisms per FCC Proposals			2011	2012	2013	2014
		Source				
1	ICLS Base (CL Rev Req less SLCs)	2010 Forecast-Kept Flat	2,353,140	2,353,140	2,353,140	2,353,140
2	Reduction to ICLS Funding Due to Corp Exp Phase-out by 2014	33%/66%/100% Corp Exp	0	(110,690)	(224,733)	(335,423)
3	<b>Revised ICLS with Proposed Changes (Less SLC Revenues)</b>	(Line 2 - Line 1)	<b>2,353,140</b>	<b>2,242,450</b>	<b>2,128,406</b>	<b>2,017,717</b>
4	<b>Average Percentage Reduction-All Clients</b>	(Ln 2 / Ln 1)		<b>-4.7%</b>	<b>-9.6%</b>	<b>-14.3%</b>
5	<b>Median Percentage Reduction- All Clients</b>	All Clients - Median		<b>-7.2%</b>	<b>-14.7%</b>	<b>-21.9%</b>
6	<b>Average ICLS per Line</b>	Line 3/42		<b>451.58</b>	<b>452.43</b>	<b>454.13</b>
7						
8	Local Switching Support Base	2010 Forecast - Kept Flat	202,300	202,300	202,300	202,300
9	Proposed Reduction to Local Switching Support	Eliminate 33%/67%/100%	0	(75,702)	(143,905)	(202,300)
10	<b>LSS Phased Down to Zero by 2014</b>	(Line 8 - Line 9)	<b>202,300</b>	<b>126,598</b>	<b>58,395</b>	<b>0</b>
11	<b>Average Percentage Reduction-All Clients</b>	(Ln 9 / Ln 8)		<b>-37.4%</b>	<b>-71.1%</b>	<b>-100.0%</b>
12	<b>Median Percentage Reduction- All Clients</b>	All Clients - Median		<b>-37.1%</b>	<b>-70.8%</b>	<b>-100.0%</b>
13	<b>Average LSS per Line</b>	Line 10/42		<b>25.49</b>	<b>12.41</b>	<b>-</b>
14						
15	HCL Calculated Under Current Rules	HCL Calculated	3,140,545	3,521,495	3,986,146	4,113,123
16	HCL with Proposed 55%/65% Factors Reduced From 65%/75%	HCL Calculated	0	(450,940)	(512,104)	(523,881)
17	HCL with Proposed Corporate Exp Phased Down to Zero by 2014	HCL Calculated	0	(188,136)	(378,080)	(574,443)
18	HCL with NACPL Reset	See Footnote 1	0	87,186	86,878	96,469
19	Combined Impact to HCL Support	See Footnote 2	<b>0</b>	<b>(770,576)</b>	<b>(1,002,285)</b>	<b>(1,167,452)</b>
20						
21	<b>HCL with All Proposed Revisions</b>	Line 15 + Line 19	<b>3,140,545</b>	<b>2,750,918</b>	<b>2,983,861</b>	<b>2,945,672</b>
22	<b>Average Percentage Reduction-All Clients</b>	Line 19/15		<b>-15.7%</b>	<b>-20.2%</b>	<b>-24.4%</b>
23	<b>Median Percentage Reduction- All Clients</b>	All Clients - Median		<b>-19.4%</b>	<b>-27.3%</b>	<b>-33.6%</b>
24	<b>Average HCL per Line</b>	Line 21/42		<b>553.97</b>	<b>634.27</b>	<b>662.98</b>
25						
26	SNA Calculated per Current Rules	USAC SNA Source Data	115,781	115,781	115,781	115,781
27	Reduction to SNA - Phased Down to Zero by 2015	25% per yr Elimination	0	(28,945)	(57,891)	(86,836)
28	<b>Estimated Revised Safety Net Additive Support-Zero in 2015</b>	(Ln 26-Ln 27)	<b>115,781</b>	<b>86,836</b>	<b>57,891</b>	<b>28,945</b>
29	<b>Average Percentage Reduction-All Clients</b>	(Ln 27 / Ln 26)		<b>-25.0%</b>	<b>-50.0%</b>	<b>-75.0%</b>
30	<b>Median Percentage Reduction- All Clients</b>	All Clients - Median		<b>-25.0%</b>	<b>-50.0%</b>	<b>-75.0%</b>
31	<b>Average SNA per Line</b>	Line 28/42		<b>17.49</b>	<b>12.31</b>	<b>6.51</b>
32						
33	<b>Total USF Support Under Current Rules</b>	Sum Ln 1+8+15+26	<b>5,811,766</b>	<b>6,192,716</b>	<b>6,657,367</b>	<b>6,784,344</b>
34	<b>Total Estimated Reduction to USF Support Levels</b>	Sum Ln 2+9+19+27	<b>0</b>	<b>(985,913)</b>	<b>(1,428,814)</b>	<b>(1,792,011)</b>
35	<b>Preliminary Adjusted USF</b>	Sum Lns 3+10+21+28	<b>5,811,766</b>	<b>5,206,803</b>	<b>5,228,553</b>	<b>4,992,334</b>
36	<b>Proposed \$3,000 USF Capped Support per Line</b>	Total USF / Access Lines	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
37	<b>Reduced USF Support per FCC Proposals</b>	(Ln 35 - 36)	<b>5,811,766</b>	<b>5,206,803</b>	<b>5,228,553</b>	<b>4,992,334</b>
38	<b>Average Percentage Reduction in Total USF</b>	Line (34+36)/33	<b>0.0%</b>	<b>-15.9%</b>	<b>-21.5%</b>	<b>-26.4%</b>
39	<b>Median Percent Reduction in Total USF - All Alexicon Clients</b>	All Clients - Median		<b>-16.4%</b>	<b>-25.0%</b>	<b>-33.2%</b>
40	<b>Average per Line Reduction in Total USF</b>	Line (34+36)/42		<b>(198.54)</b>	<b>(303.72)</b>	<b>(403.33)</b>
41						
42	<b>Average Access Lines</b>	Reduced 5% per yr	<b>5,227</b>	<b>4,966</b>	<b>4,704</b>	<b>4,443</b>

1) Revised NACPL was calculated by taking the entire national USF database used to calculate the current NACPL today and removing the corporate expenses (33% in 2012, 67% in 2013 and 100% in 2014) from the NACPL HCL Calculation. The reduction to the NACPL is -4.67%, -9.34% & -14.14%, respectively. These factors were applied to the current NACPL of \$458.00. However, the NACPL has increased 9.75% on average over the past two years due to the capped HCL fund. Therefore, to be conservative, we assumed that only half of this increase would continue per year and the NACPL was increased in 2013 by 4.87% and by another 4.87% in 2014. This results in NACPL reductions, from the current \$458, to \$436.61 in 2012, \$435.46 in 2013 and \$431.58 in 2014.

2) This line item represents the combined impact of all three HCL scenarios (55%/65% revision, corporate expense reduced 33% per year, and increase to the NACPL). This line item will not sum to the above three individual calculations. This is because when all three items are calculated collectively, the overall combined impact will produce a different HCL support total than when each item is computed individually.



Alexicon - All Clients Data Combined National Broadband Plan NPRM February 2011 Estimated Reduction to ALL USF Mechanisms per FCC Proposals			2011	2012	2013	2014
		Source				
1	ICLS Base (CL Rev Req less SLCs)	2010 Forecast-Kept Flat	32,943,956	32,943,956	32,943,956	32,943,956
2	Reduction to ICLS Funding Due to Corp Exp Phase-out by 2014	33%/66%/100% Corp Exp	0	(1,549,655)	(3,146,268)	(4,695,923)
3	<b>Revised ICLS with Proposed Changes (Less SLC Revenues)</b>	(Line 2 - Line 1)	<b>32,943,956</b>	<b>31,394,301</b>	<b>29,797,688</b>	<b>28,248,033</b>
4	<b>Average Percentage Reduction-All Clients</b>	(Ln 2 / Ln 1)		<b>-4.7%</b>	<b>-9.6%</b>	<b>-14.3%</b>
5	<b>Median Percentage Reduction- All Clients</b>	All Clients - Median		<b>-7.2%</b>	<b>-14.7%</b>	<b>-21.9%</b>
6	<b>Average ICLS per Line</b>	Line 3/42		<b>451.58</b>	<b>452.43</b>	<b>454.13</b>
7						
8	Local Switching Support Base	2010 Forecast - Kept Flat	2,832,202	2,832,202	2,832,202	2,832,202
9	Proposed Reduction to Local Switching Support	Eliminate 33%/67%/100%	0	(1,059,826)	(2,014,672)	(2,832,202)
10	<b>LSS Phased Down to Zero by 2014</b>	(Line 8 - Line 9)	<b>2,832,202</b>	<b>1,772,376</b>	<b>817,530</b>	<b>0</b>
11	<b>Average Percentage Reduction-All Clients</b>	(Ln 9 / Ln 8)		<b>-37.4%</b>	<b>-71.1%</b>	<b>-100.0%</b>
12	<b>Median Percentage Reduction- All Clients</b>	All Clients - Median		<b>-37.1%</b>	<b>-70.8%</b>	<b>-100.0%</b>
13	<b>Average LSS per Line</b>	Line 10/42		<b>25.49</b>	<b>12.41</b>	<b>-</b>
14						
15	HCL Calculated Under Current Rules	HCL Calculated	43,967,626	49,300,926	55,806,048	57,583,727
16	HCL with Proposed 55%/65% Factors Reduced From 65%/75%	HCL Calculated	0	(6,313,154)	(7,169,455)	(7,334,335)
17	HCL with Proposed Corporate Exp Phased Down to Zero by 2014	HCL Calculated	0	(2,633,901)	(6,539,909)	(8,042,201)
18	HCL with NACPL Reset	See Footnote 1	0	1,220,605	1,216,293	1,350,562
19	Combined Impact to HCL Support	See Footnote 2	0	(10,788,068)	(14,031,988)	(16,344,324)
20						
21	<b>HCL with All Proposed Revisions</b>	Line 15 + Line 19	<b>43,967,626</b>	<b>38,512,858</b>	<b>41,774,060</b>	<b>41,239,403</b>
22	<b>Average Percentage Reduction-All Clients</b>	Line 19/15		<b>-15.7%</b>	<b>-22.4%</b>	<b>-24.4%</b>
23	<b>Median Percentage Reduction- All Clients</b>	All Clients - Median		<b>-19.4%</b>	<b>-27.3%</b>	<b>-33.6%</b>
24	<b>Average HCL per Line</b>	Line 21/42		<b>553.97</b>	<b>634.27</b>	<b>662.98</b>
25						
26	SNA Calculated per Current Rules	USAC SNA Source Data	1,620,936	1,620,936	1,620,936	1,620,936
27	Reduction to SNA - Phased Down to Zero by 2015	25% per yr Elimination	0	(405,234)	(810,468)	(1,215,702)
28	<b>Estimated Revised Safety Net Additive Support-Zero in 2015</b>	(Ln 26-Ln 27)	<b>1,620,936</b>	<b>1,215,702</b>	<b>810,468</b>	<b>405,234</b>
29	<b>Average Percentage Reduction-All Clients</b>	(Ln 27 / Ln 26)		<b>-25.0%</b>	<b>-50.0%</b>	<b>-75.0%</b>
30	<b>Median Percentage Reduction- All Clients</b>	All Clients - Median		<b>-25.0%</b>	<b>-50.0%</b>	<b>-75.0%</b>
31	<b>Average SNA per Line</b>	Line 28/42		<b>17.49</b>	<b>12.31</b>	<b>6.51</b>
32						
33	<b>Total USF Support Under Current Rules</b>	Sum Ln 1+8+15+26	<b>81,364,720</b>	<b>86,698,020</b>	<b>93,203,142</b>	<b>94,980,821</b>
34	<b>Total Estimated Reduction to USF Support Levels</b>	Sum Ln 2+9+19+27	<b>0</b>	<b>(13,802,782)</b>	<b>(20,003,397)</b>	<b>(25,088,151)</b>
35	<b>Preliminary Adjusted USF</b>	Sum Lns 3+10+21+28	<b>81,364,720</b>	<b>72,895,237</b>	<b>73,199,745</b>	<b>69,892,670</b>
36	<b>Proposed \$3,000 USF Capped Support per Line</b>	Total USF / Access Lines	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
37	<b>Reduced USF Support per FCC Proposals</b>	(Ln 35 - 36)	<b>81,364,720</b>	<b>72,895,237</b>	<b>73,199,745</b>	<b>69,892,670</b>
38	<b>Average Percentage Reduction in Total USF</b>	Line (34+36)/33	<b>0.0%</b>	<b>-15.9%</b>	<b>-21.5%</b>	<b>-26.4%</b>
39	<b>Median Percent Reduction in Total USF - All Alexicon Clients</b>	All Clients - Median		<b>-16.4%</b>	<b>-25.0%</b>	<b>-33.2%</b>
40	<b>Average per Line Reduction in Total USF</b>	Line (34+36)/42		<b>(198.54)</b>	<b>(303.72)</b>	<b>(403.33)</b>
41						
42	<b>Access Lines</b>	Reduced 5% per yr	<b>73,180</b>	<b>69,521</b>	<b>65,862</b>	<b>62,203</b>

43

1) Revised NACPL was calculated by taking the entire national USF database used to calculate the current NACPL today and removing the corporate expenses (33% in 2012, 67% in 2013 and 100% in 2014) from the NACPL HCL Calculation. The reduction to the NACPL is -4.67%, -9.34% & -14.14%, respectively. These factors were applied to the current NACPL of \$458.00. However, the NACPL has increased 9.75% on average over the past two years due to the capped HCL fund. Therefore, to be conservative, we assumed that only half of this increase would continue per year and the NACPL was increased in 2013 by 4.87% and by another 4.87% in 2014. This results in NACPL reductions, from the current \$458, to \$436.61 in 2012, \$435.46 in 2013 and \$431.58 in 2014.

2) This line item represents the combined impact of all three HCL scenarios (55%/65% revision, corporate expense reduced 33% per year, and increase to the NACPL). This line item will not sum to the above three individual calculations. This is because when all three items are calculated collectively, the overall combined impact will produce a different HCL support total than when each item is computed individually.

# Analysis of USF Reform NPRM Released 2/9/2011

COMPANY: AVERAGE OF ALL FWA CLIENT COMPANIES OPERATING IN KANSAS

Line	Description	Source	2010	2011	2012	2013	2014
<b>REGULATED REVENUES</b>							
<b>Revenues - USF Support:</b>							
LN1	NECA-ICLS	3 year forecast	\$1,963,341	\$1,911,481	\$1,867,048	\$1,824,574	\$1,784,007
LN2	NECA-LSS	3 year forecast	\$297,994	\$256,951	\$237,750	\$220,365	\$204,623
LN3	USF SNA	From USAC Appendix 1	\$364,663	\$319,906	\$303,769	\$256,999	\$234,594
LN4	USF HCL	3yr forecast and USAC Appedix 1	\$1,289,075	\$1,182,875	\$1,061,036	\$871,315	\$683,169
LN5	<b>SUBTOTAL -USF</b>	<b>=(Sum LN1 thru LN4)</b>	<b>\$3,915,073</b>	<b>\$3,671,213</b>	<b>\$3,469,603</b>	<b>\$3,173,253</b>	<b>\$2,906,393</b>
LN6	1.3 Loops		4,539	4,311	4,104	3,911	3,730
LN7	<b>Annual USF Support per Line</b>	<b>=(LN5 / LN6)</b>	<b>\$863</b>	<b>\$852</b>	<b>\$845</b>	<b>\$811</b>	<b>\$779</b>
LN7a	<b>Monthly USF Support per Line</b>	<b>=(LN7 /12)</b>	<b>\$72</b>	<b>\$71</b>	<b>\$70</b>	<b>\$68</b>	<b>\$65</b>
<b>Other Regulated Revenues:</b>							
LN8	Other Interstate Revenues (ie. NECA settlements, Interstate Access, etc.)	Interstate Less ICLS and LSS	\$3,456,175	\$3,056,706	\$2,918,141	\$2,786,558	\$2,661,560
LN9	Other Revenue (ie Local, Intrastate Access, etc)	Total Reg Revenue Less Above	\$3,328,565	\$3,328,565	\$3,328,565	\$3,328,565	\$3,328,565
LN10	<b>SUBTOTAL - All other Reg. Revenues:</b>	<b>=(Sum LN8 + LN9)</b>	<b>\$6,784,740</b>	<b>\$6,385,271</b>	<b>\$6,246,707</b>	<b>\$6,115,123</b>	<b>\$5,990,125</b>
LN 11	<b>TOTAL REGULATED REVENUES</b>	<b>=(LN7 + LN10)</b>	<b>\$10,699,813</b>	<b>\$10,056,483</b>	<b>\$9,716,309</b>	<b>\$9,288,376</b>	<b>\$8,896,518</b>
<b>Regulated Operating Expense, Interest, Other:</b>							
LN12	Op. Expense	From Forecast	\$9,016,754	\$8,882,212	\$8,737,157	\$8,771,631	\$8,806,452
LN13	Interest	From Forecast	\$945,139	\$893,426	\$866,887	\$788,833	\$718,246
LN14	Other	All Other Income Stmt Items	\$23,445	\$5,124	\$27,200	\$14,312	\$7,531
LN15	<b>TOTAL OPERATING EXPENSE, INTEREST, ETC</b>	<b>=(Sum LN12 + LN14)</b>	<b>\$9,985,338</b>	<b>\$9,780,762</b>	<b>\$9,631,244</b>	<b>\$9,574,776</b>	<b>\$9,532,228</b>
LN16	<b>Net Income Before Tax</b>	<b>=(LN11 - LN15)</b>	<b>\$714,474</b>	<b>\$275,722</b>	<b>\$85,065</b>	<b>(\$286,401)</b>	<b>(\$635,710)</b>
LN 17	<b>Net Investment</b>	<b>3 Year Forecast</b>	<b>\$17,814,874</b>	<b>\$16,038,348</b>	<b>\$14,979,524</b>	<b>\$14,089,163</b>	<b>\$13,350,501</b>
LN 18	<b>ROR</b>	<b>=(LN16 / LN17)</b>	<b>4.01%</b>	<b>1.72%</b>	<b>0.57%</b>	<b>-2.03%</b>	<b>-4.76%</b>
LN 18a	<b>HCL Cap Revenue Effect</b>	<b>From Forecast</b>			<b>(\$112,883)</b>	<b>(\$301,140)</b>	<b>(\$493,019)</b>
LN 19	<b>TIER</b>	<b>=((LN13+LN16)/LN13)</b>	<b>1.7559</b>	<b>1.3086</b>	<b>1.0981</b>	<b>0.6369</b>	<b>0.1149</b>
<b>NPRM Impacts</b>					<b>2012</b>	<b>2013</b>	<b>2014</b>
LN 20	High Cost Loop Fund				(\$14,165)	\$3,651	\$46,324
LN 21	Safety Net Additive				(\$25,916)	(\$44,018)	(\$52,238)
LN 22	LSS				(\$125,136)	(\$254,064)	(\$379,200)
LN 23	ICLS				(\$68,838)	(\$139,762)	(\$208,600)
LN 24	\$3000/Ln Support Limitation				\$0	\$0	\$0
LN 25	<b>Total Support Reduction</b>	<b>=(Sum LN20 thru LN24)</b>			<b>(\$234,055)</b>	<b>(\$434,193)</b>	<b>(\$593,715)</b>
LN 25A	<b>Total Monthly Support Reduction Per Line</b>	<b>=(Line 25 / Line 6 / 12)</b>			<b>(\$5)</b>	<b>(\$9)</b>	<b>(\$13)</b>
LN 25B	<b>% Support Reduction Per Line</b>	<b>=(Line 25 / Line 5)</b>			<b>-7%</b>	<b>-14%</b>	<b>-20%</b>
LN 26	<b>Estimated USF Support to be received if current NPRM is implemented:</b>				<b>\$3,235,548</b>	<b>\$2,739,060</b>	<b>\$2,312,678</b>
LN 27	<b>Modified Net Income</b>	<b>=(LN16 + LN25)</b>			<b>(\$148,990)</b>	<b>(\$720,594)</b>	<b>(\$1,229,425)</b>
LN 28	<b>Modified ROR</b>	<b>=(LN28 / LN 17)</b>			<b>-0.99%</b>	<b>-5.11%</b>	<b>-9.21%</b>
LN 29	<b>Modified TIER</b>	<b>=((LN13+LN27)/LN13)</b>			<b>0.8281</b>	<b>0.0865</b>	<b>-0.7117</b>

**Analysis of USF Reform NPRM Released 2/9/2011**

COMPANY: Pioneer Telephone Association

Line	Description	Source	2010	2011	2012	2013	2014
<b>REGULATED REVENUES</b>							
<b>Revenues - USF Support:</b>							
LN1	NECA-ICLS	3 year forecast	\$3,896,996	\$3,842,880	\$3,754,289	\$3,667,741	\$3,583,188
LN2	NECA-LSS	3 year forecast	\$534,075	\$498,651	\$464,042	\$431,835	\$401,863
LN3	USF SNA	From USAC Appendix 1	\$0	\$0	\$0	\$0	\$0
LN4	USF HCL	3yr forecast and USAC Appedix 1	\$2,702,364	\$2,286,876	\$1,802,941	\$1,291,646	\$842,850
LN5	<b>SUBTOTAL - USF</b>	<b>=(Sum LN1 thru LN4)</b>	<b>\$7,133,435</b>	<b>\$6,628,407</b>	<b>\$6,021,273</b>	<b>\$5,391,222</b>	<b>\$4,827,902</b>
LN6	1.3 Loops		12,055	11,130	10,305	9,541	8,834
LN7	<b>Annual USF Support per Line</b>	<b>=(LN5 / LN6)</b>	<b>\$592</b>	<b>\$596</b>	<b>\$584</b>	<b>\$565</b>	<b>\$547</b>
LN7a	<b>Monthly USF Support per Line</b>	<b>=(LN7 / 12)</b>	<b>\$49</b>	<b>\$50</b>	<b>\$49</b>	<b>\$47</b>	<b>\$46</b>
<b>Other Regulated Revenues:</b>							
LN8	Other Interstate Revenues (ie. NECA settlements, Interstate Access, etc.)	Interstate Less ICLS and LSS	\$5,838,147	\$5,923,766	\$5,657,559	\$5,403,316	\$5,160,498
LN9	Other Revenue (ie Local, Intrastate Access, etc)	Total Reg Revenue Less Above	\$6,863,916	\$6,863,916	\$6,863,916	\$6,863,916	\$6,863,916
LN10	<b>SUBTOTAL - All other Reg. Revenues:</b>	<b>=(Sum LN8 + LN9)</b>	<b>\$12,702,063</b>	<b>\$12,787,682</b>	<b>\$12,521,475</b>	<b>\$12,267,232</b>	<b>\$12,024,414</b>
LN 11	<b>TOTAL REGULATED REVENUES</b>	<b>=(LN7 + LN10)</b>	<b>\$19,835,498</b>	<b>\$19,416,088</b>	<b>\$18,542,748</b>	<b>\$17,658,454</b>	<b>\$16,852,315</b>
<b>Regulated Operating Expense, Interest, Other:</b>							
LN12	Op. Expense	From Forecast	\$19,851,881	\$19,846,604	\$19,181,730	\$19,181,730	\$19,181,730
LN13	Interest	From Forecast	\$796,038	\$868,870	\$1,017,234	\$940,941	\$870,370
LN14	Other	All Other Income Stmt Items	\$0	\$0	\$0	\$0	\$0
LN15	<b>TOTAL OPERATING EXPENSE, INTEREST, ETC</b>	<b>=(Sum LN12 + LN14)</b>	<b>\$20,647,919</b>	<b>\$20,715,474</b>	<b>\$20,198,964</b>	<b>\$20,122,671</b>	<b>\$20,052,101</b>
LN16	<b>Net Income Before Tax</b>	<b>=(LN11 - LN15)</b>	<b>(\$812,420)</b>	<b>(\$1,299,385)</b>	<b>(\$1,656,216)</b>	<b>(\$2,464,218)</b>	<b>(\$3,199,786)</b>
LN 17	<b>Net Investment</b>	<b>3 Year Forecast</b>	<b>\$21,409,351</b>	<b>\$18,514,386</b>	<b>\$19,754,935</b>	<b>\$21,078,606</b>	<b>\$22,490,969</b>
LN 18	<b>ROR</b>	<b>=(LN16 / LN17)</b>	<b>-3.79%</b>	<b>-7.02%</b>	<b>-8.38%</b>	<b>-11.69%</b>	<b>-14.23%</b>
LN 18a	<b>HCL Cap Revenue Effect</b>	<b>From Forecast</b>			<b>(\$580,675)</b>	<b>(\$1,168,031)</b>	<b>(\$1,739,514)</b>
LN 19	<b>TIER</b>	<b>=((LN13+LN16)/LN13)</b>	<b>-0.0206</b>	<b>-0.4955</b>	<b>-0.6282</b>	<b>-1.6189</b>	<b>-2.6763</b>
<b>NPRM Impacts</b>					<b>2012</b>	<b>2013</b>	<b>2014</b>
LN 20	High Cost Loop Fund				\$159,831	\$392,857	\$659,719
LN 21	Safety Net Additive				\$0	\$0	\$0
LN 22	LSS				(\$282,150)	(\$572,850)	(\$855,000)
LN 23	ICLS				(\$102,300)	(\$207,700)	(\$310,000)
LN 24	\$3000/Ln Support Limitation	= Compare to Line 7			\$0	\$0	\$0
LN 25	<b>Total Support Reduction</b>	<b>=(Sum LN20 thru LN24)</b>			<b>(\$224,619)</b>	<b>(\$387,693)</b>	<b>(\$505,281)</b>
LN 25A	<b>Total Monthly Support Reduction Per Line</b>	<b>=(Line 25 / Line 6 / 12)</b>			<b>(\$2)</b>	<b>(\$3)</b>	<b>(\$5)</b>
LN 25B	<b>% Support Reduction Per Line</b>	<b>=(Line 25 / Line 5)</b>			<b>-4%</b>	<b>-7%</b>	<b>-10%</b>
LN 26	<b>Estimated USF Support to be received if current NPRM is implemented:</b>				<b>\$5,796,654</b>	<b>\$5,003,529</b>	<b>\$4,322,621</b>
LN 27	Modified Net Income	=(LN16 + LN25)			(\$1,880,835)	(\$2,851,911)	(\$3,705,066)
LN 28	Modified ROR	=(LN28 / LN 17)			<b>-9.52%</b>	<b>-13.53%</b>	<b>-16.47%</b>
LN 29	Modified TIER	=((LN13+LN27)/LN13)			-0.8490	-2.0309	-3.2569
LN 30A	Net Non-Reg Profit/(Loss)	2010 amounts carried forward			\$822,969	\$822,969	\$822,969
LN 30B	Modified Net Income with Non-Reg Profit	=(LN27 + LN30A)			(\$1,057,866)	(\$2,028,942)	(\$2,882,097)
LN 30C	Modified ROR with Non-Reg Profit	=(LN30B / LN 17)			<b>-5.35%</b>	<b>-9.63%</b>	<b>-12.81%</b>
LN 30C	Modified TIER with Non-Reg Profit	=(LN13+LN30B)/LN13)			-0.0399	-1.1563	-2.3113